

04th November, 2020**Executive Summary:**

- Announcement by Telangana and M.P government to procure the entire quantity of maize and 2 lakh MT by Karnataka government would support the market to trade firm ahead.
- In Bihar, maize market was closed Today due to state election.
- In Bihar, maize was being traded at Rs. 1400-1460 per quintal (Bilty Price). It was being delivered to U.P and Kolkata at Rs.1400-1500 per quintal each; sourced from Bihar. Hyderabad poultry feed makers are buying maize at Rs.1500 per quintal; sourced from Nizamabad region.

Previous Updates:

- In Nizamabad, new crop arrivals contain moisture of upto 22% and damaged upto 7% while in Warangal region, it contains damaged upto 20%. In Karnataka, crop arrivals contain moisture of upto 20%.
- Government's procurement for MY 2020-21 has started. As per media news, Haryana Government has procured 47.35 MT of maize as of 19th Oct, 2020.
- Trade sources revealed that around 7,47,000 MT of maize has been sold by Telangana Government at around Rs. 1200 per quintal.
- In A.P, maize targeted area for the Rabi Season 2020-21 is set at 2.03 lakh hectares.
- In A.P, maize has been sown in 1.13 lakh hectares as of 14th Oct'20 which is higher than 0.96 lakh hectares of the corresponding period last year. Maize sown area is 121% to season normal. In Visakhapatnam, Vizianagaram, Guntur, Anantapuram, Kurnool, Chittoor, Krishna and YSR Kadapa districts of Andhra Pradesh, around 5942 hectares area of maize has been affected by fall-armyworm; out of which 4277 hectares has been treated.
- As per trade sources, India exported around 2,23,781 MT of maize in the month of September'20 at an average FoB of \$185.51/ MT, out of which, 1,67,774 MT was exported to Bangladesh at an average FoB of \$190.82/MT and around 52,112 MT was exported to Nepal at an average FoB of \$178.60/MT.
- In India, maize had been sown in 83.27 lakh hectares as of 25th Sep'20, 111.43% of normal area and above than last year area of 82.44 lakh hectares.
- India has authorized imports of upto 5 lakh ton of Non- GM Maize (other than seed quality) at a concessional custom duty of 15 % under TRQ Scheme for end users, in the current financial year 2020-21. At present, there is no import parity as maize is trading lower in the domestic markets due to demand destruction from poultry feed industry on the fear of corona virus, hence there has been negligible imports. But it could limit the upside in the long run.
- The 1st Advance Estimates of kharif production of maize for 2020-21 has pegged maize production at 19.88 MMT against set target of 22 MMT for 2020-21. However, Agriwatch's first estimate for the maize production in 2020-21 Kharif season is 18.29 MMT with average yield of 2.20 MT/ hectare.
- The Cabinet Committee on Economic Affairs (CCEA) has approved the increase in MSP of maize by Rs. 90 per quintal to Rs. 1850 per quintal for Kharif crop for marketing season 2020-21.

International Market Commentary:

- Corn on CBOT fell by 0.39 USD/MT to 156.49 USD/MT for December'20 contract compared to previous day. Agriwatch expects that increase in export demand for U.S corn in near term would support to CBOT corn. However, new crop arrivals could limit the gain.
- In U.S, 82% of crop has been harvested as of 01st November'20, up 33 percentage points from corresponding period last year; likely to weigh on CBOT corn market.
- IGC decreased its global corn production forecast for 2020/21 by 4 MMT to 1156 MMT compared to previous month's forecast due to reduction in production forecast for U.S, Ukraine and European Union. Forecast for global corn ending stock was also decreased by 6 MMT to 279 MMT for 2020/21. Agriwatch expects that decrease in global corn ending stock estimates would lead to global corn prices.

Outlook and Recommendation: Maize cash market is likely to trade steady to slightly firm in the near term.

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NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Nov-20	-	-	-	-	-	-	-	-	-
Dec-20	--	--	--	--	--	-	-	-	-
Jan-21	--	--	--	--	--	-	-	-	-

*Prices are taken at 5:00 p.m.

Spread	Nov-20	Dec-20	Jan-21
Spot	-	--	--
Nov-20	--	-	--
Dec-20	--	--	-

*Basis –Nizamabad (Spread calculated as at 5:00 p.m. price)

Stocks	Demat	In-Process	Total	EDD
	02-Nov-20	02-Nov-20	02-Nov-20	02-Nov-20
Gulabagh	-	-	-	-
Sangli	-	-	-	-

Spot Prices at Key Markets

Centre	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		03-Nov-20	02-Nov-20	Change	03-Nov-20	02-Nov-20	Change
New Delhi	Hybrid	1600	1600	Unch	NA	NA	-
Koppal	Loose	NA	NA	-	NA	NA	-
Davangere	Loose	1320	1320	Unch	20000	25000	-5000
Ranebennur	Hybrid/Local	NA	NA	-	NA	NA	-
Bagalkot	Hybrid/Local	1470	1430	40	643	1157	-514
Gadag	Local	1340	1640	-300	344	267	77
Hubli	Local	NA	NA	-	NA	NA	-
Shimoga	Hybrid/Local	NA	1350	-	NA	376	-
Nizamabad	Bilty	1350	1350	Unch	50	10	40
Karimnagar	Local	NA	NA	-	NA	NA	-
Khammam	Local	NA	NA	-	NA	NA	-
Sangli	Feed	1508	1504	4	NA	NA	-
Naugachia	Bilty	Closed	1450	-	Closed	1500	-
Kolkata	Mill Delivery	Closed	1500	-	Closed	NA	-
Gulabagh	Local	Closed	1400	-	Closed	15000	-
	Bilty	Closed	1460	-			
Ahmedabad	Feed	1600	1480	120	7000	6000	1000

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	Starch	1600	1500	100			
Khanna	Local	1200	1200	Unch	600	900	-300
	Bilty	1270	1270	Unch			
Ludhiana	Local	NA	NA	-	NA	NA	-
	Bilty	NA	NA	-			
Jalgaon	Bilty	Closed	1400	-	Closed	1500	-
Chhindwara	Loose price	NR	NR	-	NR	NR	-

CBOT Corn Daily Futures Price Listing (USD/MT) as on 02 November,2020						
Contract Month	Open	High	Low	Close	Change	
Dec-20	155.90	156.59	154.72	156.49	-0.39	
Mar-21	157.87	158.36	156.49	158.16	-0.59	
May-21	158.46	159.34	157.57	159.24	-0.59	
July-21	159.64	159.93	158.06	159.93	-0.39	
Sep-21	151.86	152.65	151.08	152.55	0.10	

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