

10th November, 2020**Executive Summary:**

- In India, maize has been sown in 1.48 lakh hectares as of 6th Nov'20, lower than corresponding period last year area of 1.62 lakh hectares. In Tamil Nadu, it has been sown in 0.79 lakh hectares; lower than 1.02 lakh hectares compared to corresponding period last year. In Karnataka, it has been sown in 0.16 lakh hectares; lower than 0.19 lakh hectares compared to corresponding period last year. However, in Maharashtra, it has been sown in 0.25 lakh hectares; higher than 0.17 lakh hectares compared to corresponding period last year.
- In Naugachia region of Bihar, Maize is being traded at Rs.1,450-1,550 per quintal (Bilty Price) and is being delivered to Uttar Pradesh at Rs. 1,500-1,700 per quintal and Kolkata at Rs.1,600-1,700 per quintal. In Gulabghat, it is being traded at Rs. 1,650 per quintal (Bilty Price). Hyderabad poultry feed makers are buying Maize at Rs.1,550 per quintal; sourced from Nizamabad region. It is also moving towards Bengaluru, Nammakal and Chennai at Rs.1,550 and Rs.1,650 and Rs. 1,650 per quintal, respectively; all sourced from Davangere region of Karnataka.

Previous Updates:

- In A.P, maize targeted area for the Rabi Season 2020-21 has been set at 2.03 lakh hectares. It has been sown in 0.009 lakh hectares as of 4th Nov'20 which is lower than 0.01 lakh hectares of the corresponding period last year. Maize sown area is 9% to season normal.
- 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 22%. In Maharashtra, it contains moisture of upto 20%.
- 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. Procurement by Maharashtra and Haryana government would also support to the market.
- Trade sources revealed that around 7,47,000 MT of maize has been sold by Telangana Government at around Rs. 1200 per quintal.
- 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.
- 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 rose by 3.25 USD/MT to 160.13 USD/MT for December'20 contract compared to previous week. 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.
- As per USDA U.S. Maize exports have reached 6.85 MMT in the 2020-21 marketing year. At 0.73 MMT (for the period October 23-29, 2020) U.S. Maize exports were down 1% from the previous week and 14 percent from the prior 4-week average; mainly for the destinations like China (330,300 MT), Mexico (208,600 MT), Colombia (101,100 MT), Honduras (28,100 MT), and Japan (23,600 MT).

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
	06-Nov-20	06-Nov-20	06-Nov-20	02-Nov-20
Gulabagh	-	-	-	-
Sangli	-	-	-	-

Spot Prices at Key Markets

Centre	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		09-Nov-20	07-Nov-20	Change	09-Nov-20	07-Nov-20	Change
New Delhi	Hybrid	1600	1600	Unch	NA	NA	-
Koppal	Loose	NA	NA	-	NA	NA	-
Davangere	Loose	1400	1400	Unch	10000	5000	5000
Ranebennur	Hybrid/Local	NA	NA	-	NA	NA	-
Bagalkot	Hybrid/Local	1470	1490	-20	1113	1019	94
Gadag	Local	1380	1410	-30	1003	337	666
Hubli	Local	NA	1310	-	NA	28	-
Shimoga	Hybrid/Local	NA	1280	-	NA	540	-
Nizamabad	Bilty	1450	Closed	-	3000	Closed	-
Karimnagar	Local	NA	NA	-	NA	NA	-
Khammam	Local	NA	NA	-	NA	NA	-
Sangli	Feed	1525	1541	-16	NA	NA	-
Naugachia	Bilty	1550	1450	100	1000	1000	Unch
Kolkata	Mill Delivery	1700	1700	Unch	NA	NA	-
Gulabagh	Local	1500	Closed	-	10000	Closed	-
	Bilty	1650	Closed	-			
Ahmedabad	Feed	1600	1600	Unch	7000	1500	5500

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	Starch	1600	1600	Unch			
Khanna	Local	1300	1300	Unch	750	450	300
	Bilty	1360	1350	10			
Ludhiana	Local	NA	NA	-	NA	NA	-
	Bilty	NA	NA	-			
Jalgaon	Bilty	1600	1600	Unch	1700	1700	Unch
Chhindwara	Loose price	1400	Closed	-	20000	Closed	-

CBOT Corn Daily Futures Price Listing (USD/MT) as on 06 November,2020						
Contract Month	Open	High	Low	Close	Change	
Dec-20	161.02	162.20	159.74	160.13	-0.98	
Mar-21	163.08	164.36	162.30	162.89	-0.39	
May-21	164.26	165.54	163.38	164.46	0.10	
July-21	164.76	165.94	163.97	165.45	0.59	
Sep-21	155.90	156.98	155.31	156.00	0.20	

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