

17th December, 2020

Executive Summary:

- In Nalgonda region of Bihar, Maize is being traded at Rs.1,550 per quintal (Bilty Price) and is being delivered to Uttar Pradesh and Kolkata at Rs. 1,600-1,625 per quintal each. In Gulabghat, it is being traded at Rs. 1,600 per quintal (Bilty Price). Hyderabad poultry feed makers are buying Maize at Rs.1,550-1,600 per quintal; sourced from Nizamabad region. It is also moving towards Bengaluru and Nammakal but in very limited quantities, at Rs.1,510 and Rs.1,550-1,560 per quintal, respectively; all sourced from Davangere region of Karnataka. Tamil Nadu feed makers demand has been lower due to start of local crop arrivals which is weighing on Karnataka maize prices.
- In Karnataka, maize arrivals still contains moisture upto 16% and damage upto 5%.
- Trade sources revealed that in Telangana, Government has procured around 60,000 MT of maize till date. In Andhra Pradesh, Government has procured around 1,42,390.4 MT of maize till 13th December, 2020.

Previous Updates:

- Sources revealed that recently, Indian traders have signed deal to export around 1,00,000 MT of maize to Bangladesh at around \$200 per MT, FOB. Out of which, around 27,500 MT of maize has been loaded onto Vessel, ATROMITOS L, at VIZAG/ Visakhapatnam port.
- In India, Maize has been sown in 8.88 lakh hectares as of 11th December 2020, lower than corresponding period last year area of 9.19 lakh hectares. In Bihar, it has been sown in 3.20 lakh hectares; lower than the 3.39 lakh hectares in the corresponding period, last year. In Tamil Nadu, it has been sown in 1.44 lakh hectares; lower than the 1.55 lakh hectares in the corresponding period, last year. In Karnataka, it has been sown in 0.49 lakh hectares; lower than the 0.52 lakh hectares in the corresponding period, last year and in Maharashtra, has it been sown in 1.39 lakh hectares; higher than 0.78 lakh hectares last year.
- As per preliminary crop damage report, in A.P, around 8,383 MT of maize production has been affected by Nivar cyclone. Besides, in Chittoor and Kurnool districts, around 114 hectare area of maize was affected by FAW which has been treated.
- Karnataka Co-operative Milk Producer's Federation Ltd (KMF) has announced it will procure 1 lakh MT of Maize at Rs. 1500 per quintal. As per media report, there are low chance of State Government buying this time.
- As per trade sources, India exported around 2,23,050 MT of maize in the month of October'20 at an average FoB of \$189.01/ MT, out of which, 1,63,851 MT was exported to Bangladesh at an average FoB of \$193.30/MT and around 55,776 MT was exported to Nepal at an average FoB of \$185.16/MT. Sources revealed that demand of Bangladeshi feed makers is still strong but due to some technical issue with Railway, rake loading for Bangladesh has been disrupted in the month of November'20.
- 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.

International Market Commentary:

- Corn on CBOT rose by 0.30 USD/MT to 167.22 USD/MT for March'21 contract compared to previous day. Agriwatch expects that increase in export demand for U.S. Maize in near term and decrease in global maize ending stock, would continue to support CBOT Maize. However, recent rainfall in South America could limit the gains.
- As per USDA, U.S. Maize exports have reached 11.09 MMT in the 2020-21 marketing year. At 0.71 MMT (for the period November 27 -December 03, 2020) U.S. Maize exports were down 33 percent from the previous week and 19 percent from the prior 4-week average; mainly for the destinations like China (271,300 MT), Mexico (261,200 MT), Saudi Arabia (71,500 MT), Costa Rica (58,900 MT), and Taiwan (21,900 MT). Agriwatch expects that increase in export demand for U.S corn in near term would support to CBOT Corn.

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
Dec-20	-	-	-	-	-	-	-	-	-
Jan-21	--	--	--	--	--	-	-	-	-
Feb-21	--	--	--	--	--	-	-	-	-

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

Spread	Dec-20	Jan-21	Feb-21
Spot	-	--	--
Dec-20	--	-	--
Jan-21	--	--	-

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

Stocks	Demat	In-Process	Total	EDD
	15-Dec-20	15-Dec-20	15-Dec-20	14-Dec-20
Gulabagh	-	-	-	-
Sangli	-	-	-	-

Spot Prices at Key Markets

Centre	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		16-Dec-20	15-Dec-20	Change	16-Dec-20	15-Dec-20	Change
New Delhi	Hybrid	1560	1560	Unch	NA	NA	-
Koppal	Loose	NR	NR	-	NR	NR	-
Davangere	Loose	1390	1400	-10	5000	2000	3000
Ranebennur	Hybrid/Local	NA	NA	-	NA	NA	-
Bagalkot	Hybrid/Local	1445	1450	-5	907	1530	-623
Gadag	Local	1370	1360	10	1311	1172	139
Hubli	Local	1340	1335	5	128	40	88
Shimoga	Hybrid/Local	NA	NA	-	NA	NA	-
Nizamabad	Bilty	1500	1500	Unch	NA	NA	-
Karimnagar	Local	NA	NA	-	NA	NA	-
Khammam	Local	NA	NA	-	NA	NA	-
Sangli	Feed	1519	1530	-11	NA	NA	-
Naugachia	Bilty	1550	1550	Unch	600	1000	-400
Kolkata	Mill Delivery	1625	1600	25	NA	NA	-
Gulabagh	Local	1525	1550	-25	5000	15000	-10000
	Bilty	1600	1600	Unch			
Ahmedabad	Feed	1550	1550	Unch	4000	2000	2000

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	Starch	1550	1550	Unch			
Khanna	Local	1500	1450	50	1800	1800	Unch
	Bilty	1580	1550	30			
Ludhiana	Local	NA	NA	-	NA	NA	-
	Bilty	NA	NA	-			
Jalgaon	Bilty	1600	1600	Unch	1625	1600	25
Chhindwara	Loose price	1325	1300	25	25000	20000	5000

CBOT Corn Daily Futures Price Listing (USD/MT) as on 15 December,2020						
Contract Month	Open	High	Low	Close	Change	
Mar-21	166.92	167.41	165.54	167.22	0.30	
May-21	168.10	168.59	166.82	168.40	0.20	
July-21	168.79	168.99	167.32	168.79	0.10	
Sep-21	162.59	162.98	161.51	162.79	0.10	
Dec-21	162.00	162.39	161.21	162.30	0.20	

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