

Maize Weekly Research Report

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EXECUTIVE SUMMARY

DOMESTIC MAIZE MARKET SUMMARY

Overall maize cash markets traded range bound during the week and are expected to trade steady to slightly weak in the near term due to new crop arrival pressure. In Ahmadabad region of Gujarat, poultry feed makers quoted maize firm by Rs. 10 per quintal to Rs. 1550 per quintal while starch feed makers quoted it firm by Rs. 15 per quintal to Rs. 1575 per quintal compared to last week.

In Gulabghat, new crop of maize traded down by Rs. 20 per quintal to Rs. 1470 per quintal (Bilty) compared to last week. It is likely to trade steady to weak in near term due to crop arrival pressure.

RECOMMENDATION:

Weekly Call - : Market participants are advised to wait for maize trade as there is no trade volume in the future market. In Davangere cash market, maize (loose) prices are likely to trade at Rs.1440-1500 per quintal for the week.

INTERNATIONAL CORN MARKET SUMMARY

Corn prices on CBOT fall by 0.09 USD/MT to 141.14 USD/MT compared to last week for May contract on ample global stocks.

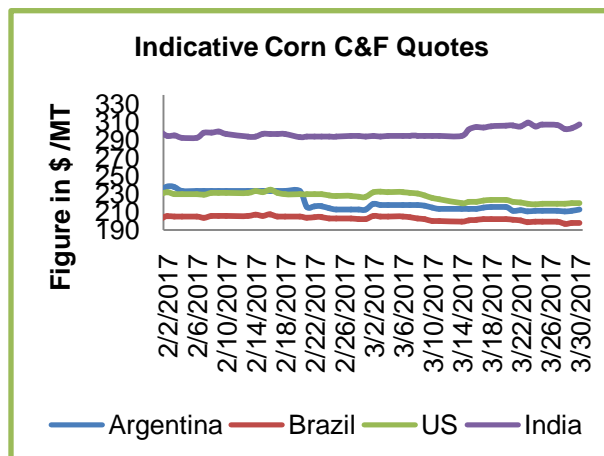
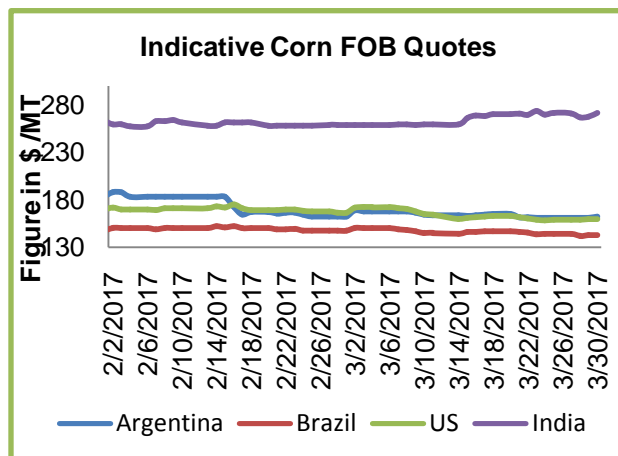
At 1.40 MMT (for the period 17th March –23rd March, 2017) U.S corn exports were up 2 percent from the previous week, but down 4 percent from the prior 4-week average.

AW MAIZE INDEX:



The Agriwatch Cereals Commodities Index gained 1.16% during the week ended March 25, 2017 compared to previous week. The base for the Index and all sub-Indices is 2014 (= 100). Detailed charts and index computation methodology can be viewed on the ET website and on Agriwatch.com.

EXPORT PARITY TREND



Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 64.93)				
As on 30.03.2017	Argentina	Brazil	US	India
FOB	162.80	142.64	160.07	272.13
Cost and Freight (C&F)	212.80	197.64	220.07	307.13

As depicted by the above data, there is no parity for Indian maize as gap of prices between India and other exporting countries is wide.

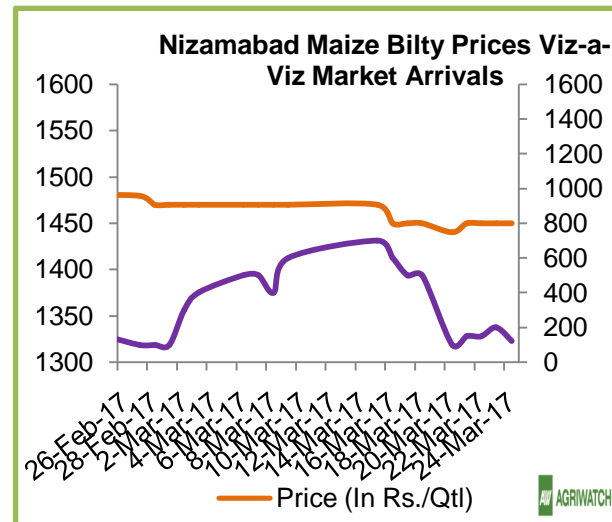
- We are unable to update export-import data as Govt has restricted the latest IBIS data for Public domain. We will be able to update it as and when available.

CURRENT MARKET DYNAMICS:

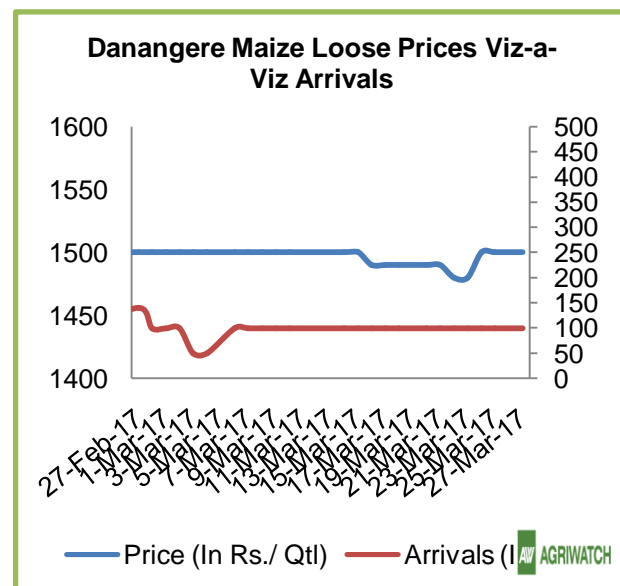
During the week under review, range bound sentiments witnessed in most of the major spot markets of maize. The various key spot markets dynamics are as under:

ANDHRA PRADESH:

- Sentiments remained same as Nizamabad market was closed during the week due to March end closing. Maize is likely to trade steady in the near term.

KARNATAKA:

- In Davangere, farmers are not bringing their stock into the market due to local festival. Maize is likely to trade steady in the near term. Stock of maize could be around 5,00,000 quintals which is same compared to last year.

DOMESTIC MAIZE OUTLOOK:

Maize cash market is likely to trade steady to slightly weak in the near term.



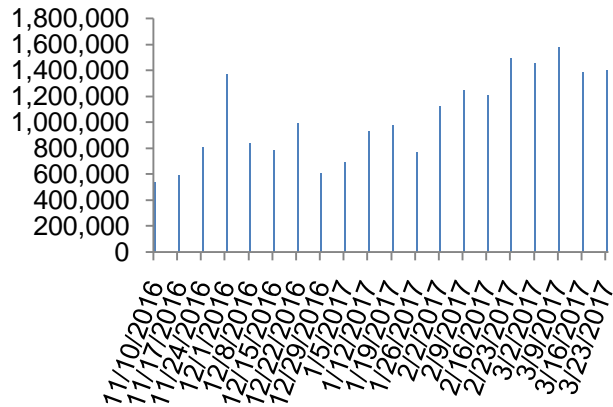
INTERNATIONALS

MARKET:

HIGHLIGHTS/CURRENT DEVELOPMENTS

- As per USDA, U.S corn exports reached 30.53 MMT in the 2016-17 marketing year. At 1.40 MMT (for the period 17th March –23rd March, 2017) exports were up 2 percent from the previous week, but down 4 percent from the prior 4-week average. The primary destinations were Colombia (398,200 MT), Mexico (228,000 MT), South Korea (191,200 MT), Taiwan (187,800 MT), and Japan (155,600 MT).

US Corn Weekly Exports (2016-17) in Metric Tons



INTERNATIONAL CORN OUTLOOK:

Corn prices on CBOT fall by 0.09 USD/MT to 141.14 USD/MT compared to last week for May contract on ample global stocks.

FUTURES MARKET ANALYSIS: NCDEX MAIZE:



(Jun Contract Weekly Chart)

- Candlestick depicts gain in the market.
- Prices closed above 9 days EMAs.
- There is no trade volume.

Strategy: Wait

Maize NCDEX (Jun)

Support & Resistance				
S2	S1	PCP	R1	R2
1285	1305	1325	1335	1345

DAVANGERE MARKET ANALYSIS: MAIZE



In Davangere cash market, maize (loose) prices are likely to trade at Rs.1440-1500 per quintal for the week.

ANNEXURE

MAIZE SPOT MARKET PRICES (Rs. /QUINTAL)

Market	Grade	30-Mar-17	23-Mar-17	28-Feb-17	30-Mar-16	30-Mar-15
Gulabbagh	Bilty	1470	1490	1450	NA	1550
Delhi	Hybrid	1580	1550	1580	1600	1550
Davangere	Loose Price	NA	1480	NA	NA	NA
Shimoga	Bilty	NA	1530	1550	1500	1250
Ranebennur	Bilty	NA	1600	1530	1430	1305
Bagalkot	Hybrid/Local	1476	1471	1446	1386	1300
Gadag	Local	1452	1488	1491	1401	NA
Nizamabad	Bilty	Closed	1450	1470	NA	NA
Khanna	Bilty	1660	1650	1625	1750	1650
Sangli	Feed	1540	1545	1540	1490	1385
Ahmadabad	Feed	1550	1540	1540	1500	1400
	Starch	1575	1560	1520	1520	1450

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	29-Mar-17	22-Mar-17	Change
Corn CBOT Prices	May-17	141.14	141.23	-0.09
	July-17	144.09	144.28	-0.19
	Sep-17	146.94	147.24	-0.30
	Dec-17	150.39	150.39	Unch
	Mar-18	154.13	154.23	-0.10

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