



Maize Weekly Research Report

Contents

- ❖ Executive Summary
- ❖ Recommendations
- ❖ International Corn Market Summary
- ❖ AW- Maize Commodity Index
- ❖ Export Parity Trend
- ❖ Export Break Up By Major Countries
- ❖ Business from various sourcing centers during the season till date
- ❖ Current Market Dynamics
- ❖ Domestic Maize Outlook
- ❖ Internationals Market: Highlights/Current Developments
- ❖ International Corn Outlook
- ❖ Futures Market Analysis: NCDEX MAIZE
- ❖ Davangere Market Analysis
- ❖ Annexure

EXECUTIVE SUMMARY**DOMESTIC MAIZE MARKET SUMMARY**

Overall maize cash markets traded in range bound with weak tone during the week and are expected to trade steady in the near term amid fresh demand and arrival pressure. In Ahmadabad region of Gujarat, poultry feed makers quoted maize down by Rs. 40 per quintal to Rs. 1460 per quintal while starch feed makers quoted it down by Rs. 20 per quintal to Rs. 1500 per quintal compared to last week.

In Gulabghat, new crop of maize traded up by Rs. 20 per quintal at Rs. 1270 per quintal (Bilty) compared to last week. Due to rainfall, maize crop contains 16-17% moisture and is being traded at lower rate. It is likely to trade steady in near term amid high demand and arrival pressure.

RECOMMENDATION:

Weekly Call - : Market participants are advised to go long in Maize for June contract near 1315 levels for a target of 1330 and 1340 with a stop loss at 1324 on closing basis. In Davangere cash market, maize (loose) prices are likely to trade at Rs.1660-1700 per quintal for the week.

INTERNATIONAL CORN MARKET SUMMARY

Corn prices on CBOT up by 0.40 USD/MT to 143.79 USD/MT compared to last week for May contract due to low export demand.

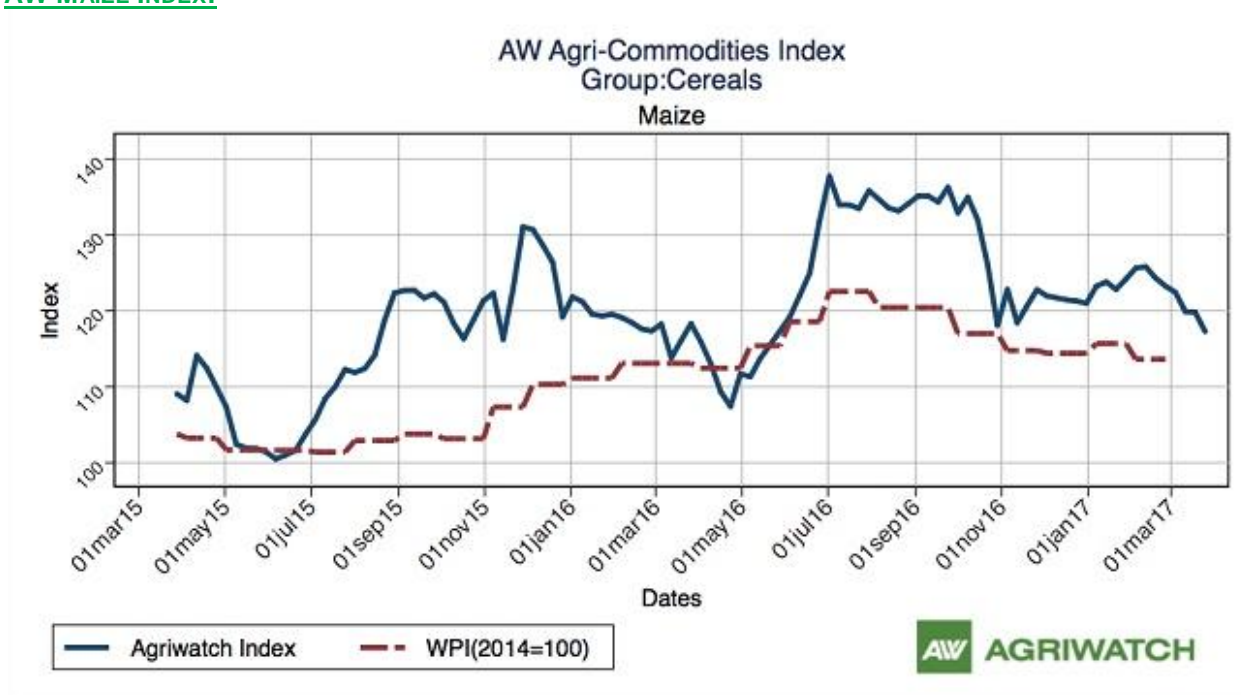
At 2.26 MMT (for the period 28th April –11th May, 2017).Exports of 1,543,400 MT were up noticeably from the previous week and 31 percent from the prior 4-week average.

USDA put global corn ending stocks at 195.265 MMT in its first supply-demand forecasts for the 2017/18.

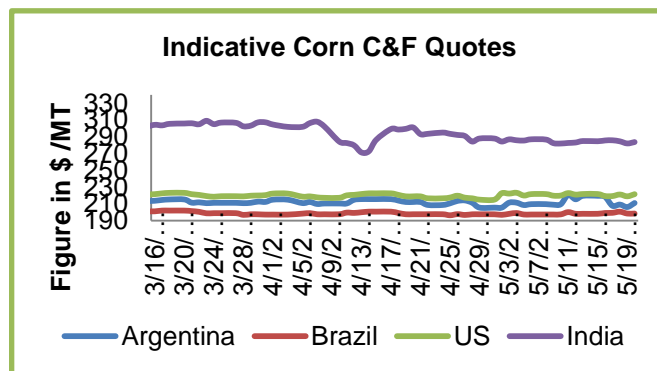
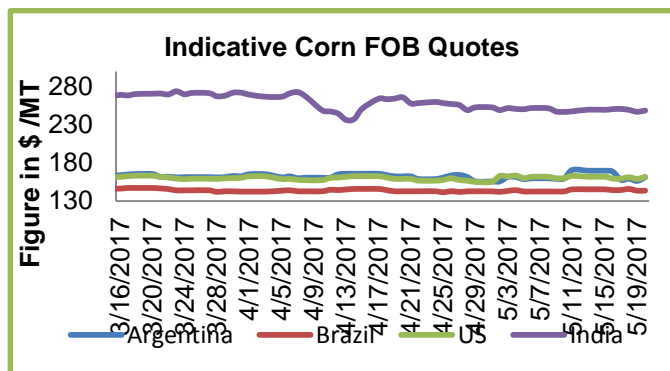
USDA kept its corn ending stock estimates for U.S at 53.599 MMT for 2017/18 while it decreased its corn ending stock estimates by 0.635 to 58.298 MMT for 2016/17 compared to last month.

In U.S, 47% corn planting has been completed as of 7th May, 2017, lower by 14% compared to corresponding period of last year and 5% from last 5 year average period.

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 TREN


Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 64.43)				
As on 11.05.2017	Argentina	Brazil	US	India
FOB	170.77	145.25	162.90	247.59
Cost and Freight (C&F)	220.77	200.25	222.90	282.59

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.

BUSINESS FROM VARIOUS SOURCING CENTERS DURING THE SEASON TILL DATE:

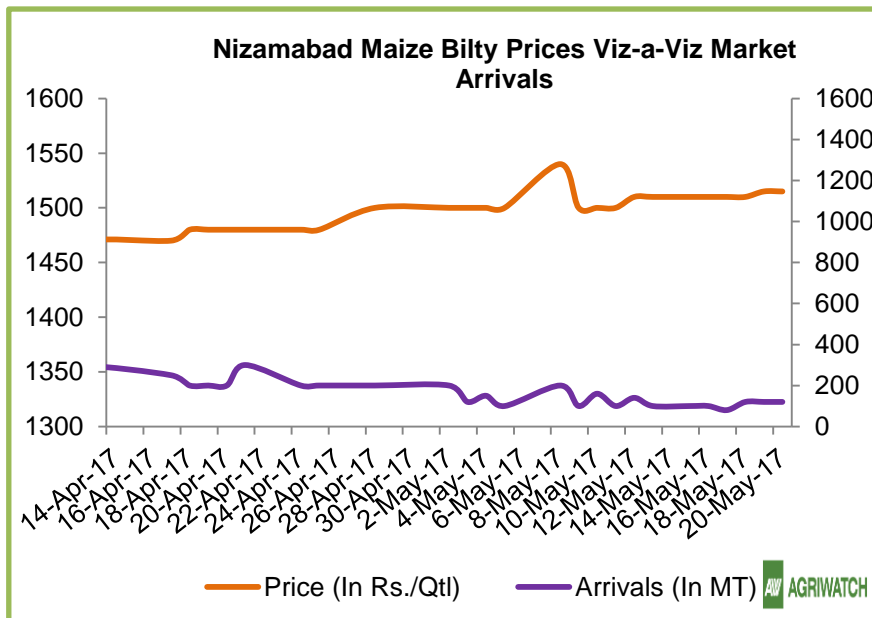
Destination	By Road (Rs/MT)	By Rake (Rs/MT)
Punjab	15500 (Bihar Origin)	N.A
U.P	14000 (Bihar Origin)	N.A
Kolkata	13500 (Bihar Origin)	N.A

CURRENT MARKET DYNAMICS:

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

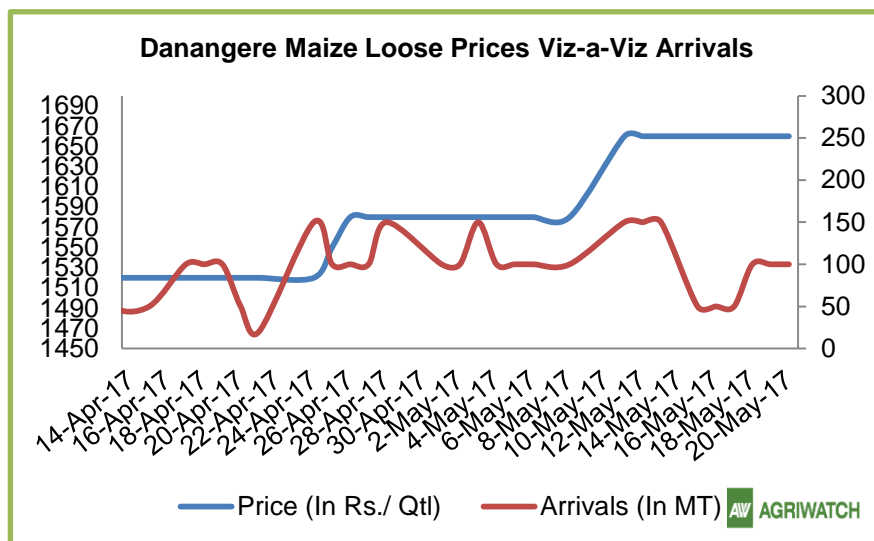
ANDHRA PRADESH:

- In Nizamabad, Maize (bilty) traded steady at Rs. 1515 per quintal compared to last week and is likely to trade steady in the near term. Maize is moving towards Hyderabad at Rs. 1560 per quintal (Delivered Price) sourced from Nizamabad.



KARNATAKA:

- In Davangere, Maize (loose) traded firm steady to Rs. 1660 per quintal compared to last week. Maize could trade steady to slightly firm in the near term due to rainfall in Bihar.

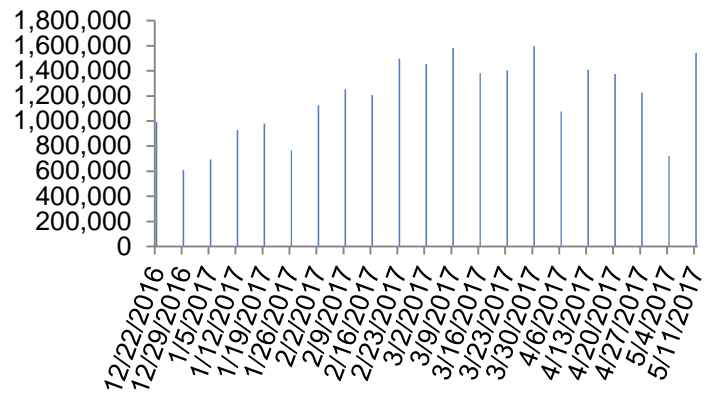


DOMESTIC MAIZE OUTLOOK:

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

INTERNATIONALS**MARKET:****HIGHLIGHTS/CURRENT DEVELOPMENTS**

- As per USDA, U.S corn exports reached 39.47 MMT in the 2016-17 marketing year. At 2.26 MMT (for the period 28th April –11th May, 2017). Exports of 1,543,400 MT were up noticeably from the previous week and 31 percent from the prior 4-week average. The primary destinations were Mexico (323,600 MT), Japan (300,400 MT), South Korea (201,600 MT), Taiwan (151,800 MT), and Spain (96,600 MT).
- USDA put global corn ending stocks at 195.265 MMT in its first supply-demand forecasts for the 2017/18. It increased its world corn ending stock estimates by 0.923 MMT to 223.9 MMT for 2016/17 compared to last month.
- USDA kept its corn ending stock estimates for U.S at 53.599 MMT for 2017/18 while it decreased its corn ending stock estimates by 0.635 to 58.298 MMT for 2016/17 compared to last month.
- In U.S, 47% corn planting has been completed as of 7th May, 2017, lower by 14% compared to corresponding period of last year and 5% from last 5 year average period. 15% crop of corn has emerged; lower by 10% compared to last year and 4% from last 5 year average period.

US Corn Weekly Exports (2016-17) in Metric Tons**INTERNATIONAL CORN OUTLOOK:**

Corn prices on CBOT fall by 0.40 USD/MT to 143.79 USD/MT compared to last week for May contract due to low export demand. It is likely to trade firm on U.S weather uncertainty.

FUTURES MARKET ANALYSIS: NCDEX MAIZE:

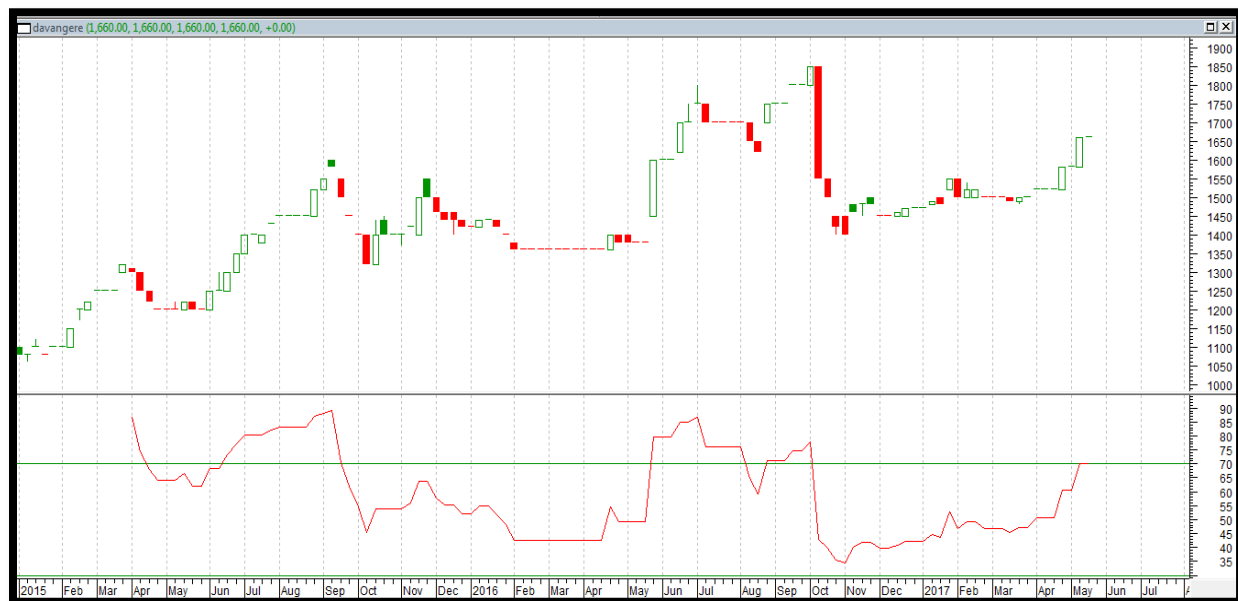
(Jun Contract Weekly Chart)

- Candlestick depicts range bound in the market.
- Prices closed below 9 days EMAs.
- RSI is moving in neutral region.
- Strategy: Buy near 1315 for target 1330 and 1340 in the near term.

Strategy: Buy
Maize NCDEX (Jun)

Support & Resistance				
S2	S1	PCP	R1	R2
1291	1305	1320	1348	1359

DAVANGERE MARKET ANALYSIS: MAIZE



In Davangere cash market, maize (loose) prices are likely to trade at Rs.1640-1680 per quintal for the coming week.

ANNEXURE

MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

Maize(Corn)Weekly Prices:						
Market	Grade	18-May-17	11-May-17	18-Apr-17	18-May-16	18-May-15
Gulabbagh	Bilty	1270	1250	1350	1260	1100
Delhi	Red (Bihar)	1425	NA	NA	1450	1295
Davangere	Loose Price	1660	1660	NA	NA	NA
Shimoga	Bilty	1600	1600	1540	NA	1280
Ranebennur	Bilty	NA	1600	1555	1510	1320
Bagalkot	Hybrid/Local	1517	1530	NA	1466	NA
Gadag	Local	NA	1501	NA	1324	NA
Nizamabad	Bilty	1510	1500	1480	NA	NA
Khanna	Bilty	1540	1580	1600	1500	1380
Sangli	Feed	1576	1593	1553	1610	1368
Ahmadabad	Feed	1460	1500	1525	1540	1300
	Starch	1500	1520	1550	1550	1340

Maize Price (in Quintal)						
Commodity / Centre		18-May-17		11-May-17		Change (+/-)
Market	Grade	Low	High	Low	High	
Gulabbagh	Bilty	1200	1270	1200	1250	20

Davangere	Loose Price	1580	1660	1580	1660	Unch
Nizamabad	Bilty	1500	1510	1500	1500	10

Maize Arrivals (in Quintal)						
Market	Grade	18-May-17	11-May-17	18-Apr-17	18-May-16	18-May-15
Gulabbagh	Bilty	10000	30000	30000	20000	40000
Davangere	Loose Price	500	1500	1000	2000	1000
Nizamabad	Bilty	1200	1000	2000	NA	NA

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
Contract Month		17-May-17	10-May-17	Change
Corn CBOT Prices	17-May	146.25	143.79	2.46
	17-Jul	149.30	147.14	2.16
	17-Sep	153.14	150.29	2.85
	17-Dec	156.88	154.13	2.75
	18-Mar	159.24	157.77	1.47

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php>

© 2017 Indian Agribusiness Systems Pvt. Ltd.