



Maize Weekly Research Report

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EXECUTIVE SUMMARY

DOMESTIC MAIZE MARKET SUMMARY

Overall maize cash markets traded mixed during the week. However, it is likely to trade steady to slightly firm in near term on the expectation of fresh demand amid concern over recent rainfall. As this is harvesting time, recent rains could result in fungus affected material. In Nizamabad market, arrivals of new crop of maize are lower in quantity and contain high moisture level which varies from 15-23. In Ahmadabad region of Gujarat, poultry feed makers quoted maize firm by 1.21% to Rs. 1418 per quintal (weekly average price) while starch feed makers quoted it firm by 1.59 % to Rs. 1410 per quintal compared to last week average price.

In India, maize has been sown in around 80.58 lakh hectares as of 29th September'17 which is lower than 83.92 lakh hectare covered during corresponding period last year. In Karnataka, it has been sown in 11.29 lakh hectare which is lower than 12.83 lakh hectare covered during corresponding period last year and in U.P; it has been sown in 7.26 lakh hectare which is lower than 7.81 lakh hectare covered during corresponding period last year. In Maharashtra, it has been sown in 9.14 lakh hectares which is lower than 9.22 lakh hectares covered during corresponding period last year. However, in M.P, it has been sown in 13.17 lakh hectares which is higher than 12.63 lakh hectares covered during corresponding period last year.

RECOMMENDATION:

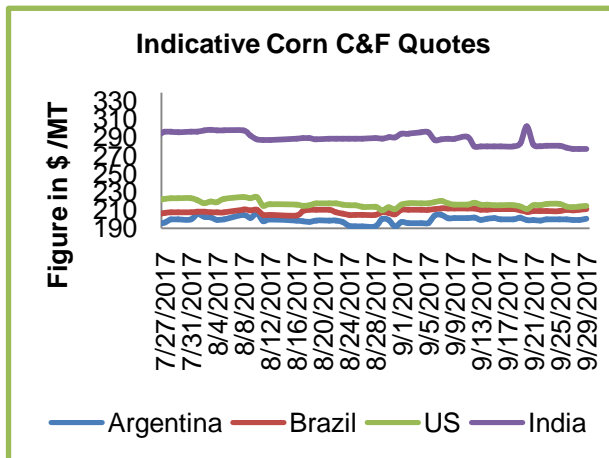
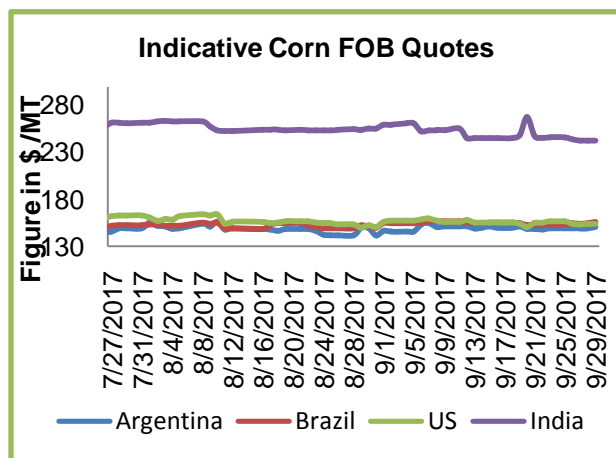
Weekly Call - : Market participants are advised to wait as there is no trade volume in near future contract. In Davangere cash market, maize (loose) prices are likely to trade at Rs.1350-1420 per quintal for the week.

INTERNATIONAL CORN MARKET SUMMARY

Corn prices on CBOT rose by 1.57 USD/MT to 139.36 USD/MT compared to last week for December contract.

As per USDA, at 0.72 MMT (for the period 15th September –21st September, 2017) exports were primarily to Mexico (267,600 MT), Colombia (161,900 MT), Peru (101,900 MT), and Japan (101,200 MT).

In U.S, 11% crop of corn has harvested which is lower by 3% from the corresponding period of last year. 61% crop of corn is in good to excellent condition, same compared to last week.

EXPORT PARITY TREND

Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 65.35)				
As on 29.09.2017	Argentina	Brazil	US	India
FOB	150.59	155.90	154.24	242.59
Cost and Freight (C&F)	200.59	210.90	214.24	277.59

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 WEEK:

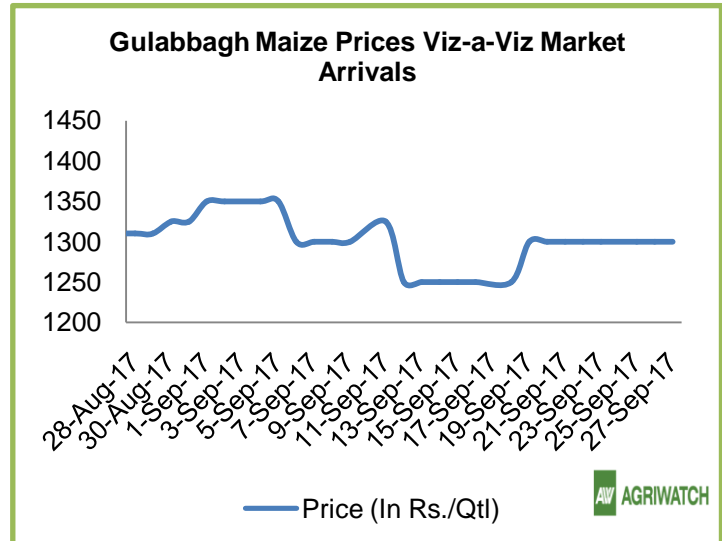
Destination	By Road (Rs/MT)	By Rake (Rs/MT)
Kolkata	13750 (Bihar Origin)	N.A

CURRENT MARKET DYNAMICS:

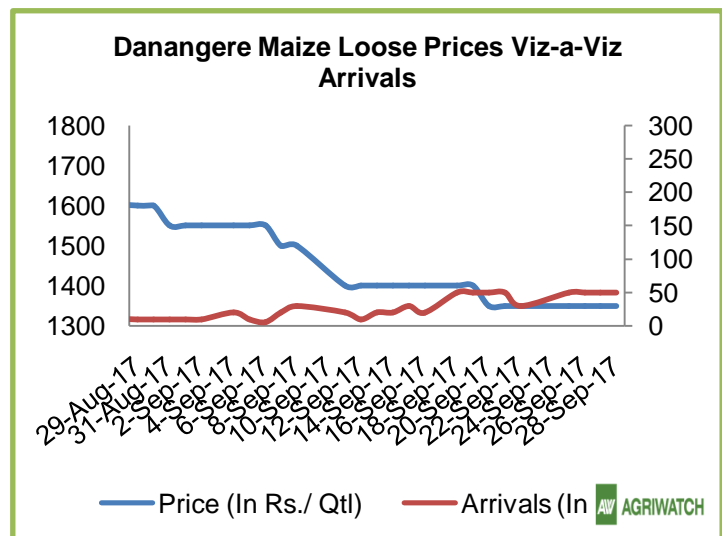
During the week under review, overall mixed sentiments witnessed in most of the major spot markets of maize. The various key spot markets dynamics are as under:

GULABBAGH:

- In Gulabbagh, maize traded steady at Rs. 1300 per quintal (Bilty) compared to last week. Maize could trade steady to slightly firm in the near term.

KARNATAKA:

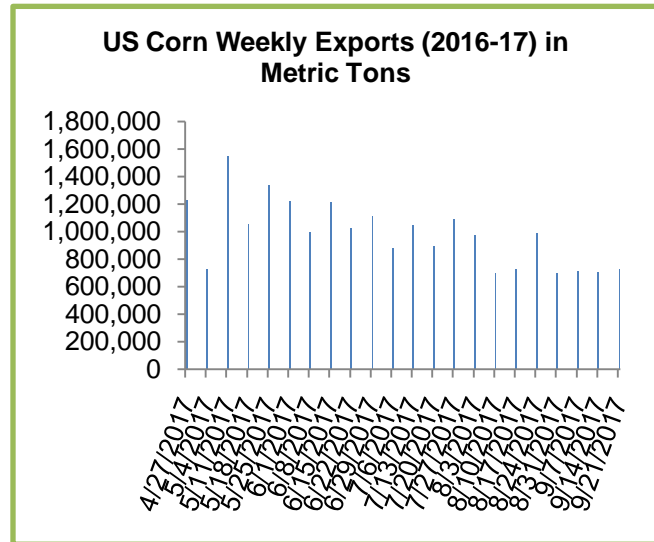
- In Karnataka, stock of maize could be around 50,000 MT which was 25,000 MT during corresponding period last year while in Davangere; it could be around 5,000 MT which was 2,000 MT during corresponding period last year. Maize could trade firm on the expectation of fresh demand from Tamil Nadu and Nammakal region.

DOMESTIC MAIZE OUTLOOK:

Maize cash market is likely to trade steady to slightly firm in near term on the expectation of fresh demand amid concern over recent rainfall.

INTERNATIONALS MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS

- As per USDA, at 0.72 MMT (for the period 15th September –21st September, 2017) exports were primarily to Mexico (267,600 MT), Colombia (161,900 MT), Peru (101,900 MT), and Japan (101,200 MT).
- In U.S, 93% crop of corn has dented as of 2^{4th} September, 2017, lower by 3% compared to last year and 2% from last 5 year average period. Meanwhile, 51% crop of corn has matured, lower by 19% compared to last year. Also, 11% crop of corn has harvested which is lower by 3% from the corresponding period of last year. 61% crop of corn is in good to excellent condition, same compared to last week.



INTERNATIONAL CORN OUTLOOK:

Corn prices on CBOT rose by 1.57 USD/MT to 139.36 USD/MT compared to last week for December contract.

DAVANGERE MARKET ANALYSIS: MAIZE



In Davangere cash market, maize (loose) prices are likely to trade at Rs. 1350-1420 per quintal for the week.

ANNEXURE

MAIZE SPOT MARKET PRICES (Rs. /QUINTAL)

Market	Grade	28-Sep-17	21-Sep-17	28-Aug-17	28-Sep-16	28-Sep-15
Gulabbagh	Bilty	1300	1300	1310	1625	1430
Delhi	Hybrid Maize (U.P.)	1300	1275	1325	1550	1460
Davangere	Loose Price	1350	1350	1600	1800	1400
Shimoga	Bilty	1350	1350	1620	NA	NA
Ranebennur	Bilty	1380	1300	1620	1780	NA
Bagalkot	Hybrid/Local	1250	NA	1461	1502	1409
Gadag	Local	1159	NA	NA	1406	NA
Nizamabad	Bilty	1430	1470	NA	1890	1500
Khanna	Bilty	1200	1300	1300	1560	1460
Sangli	Feed	1450	1463	1654	1920	1600
Ahmadabad	Feed	1440	1400	1480	1700	1600
	Starch	1420	1425	1480	1650	1600

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	27-Sep-17	20-Sep-17	Change
Corn CBOT Prices	Dec-17	139.36	137.79	1.57
	Mar-18	144.38	142.71	1.67
	May-18	147.93	146.06	1.87
	July-18	150.88	148.71	2.17
	Sep-18	153.54	151.17	2.37

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