



Maize Weekly Research Report

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EXECUTIVE SUMMARY**DOMESTIC MAIZE MARKET SUMMARY**

Sentiments remained same as maize cash markets were closed most of the days during the week due to Navaratri and Dussehra festival. Maize cash markets are likely to trade steady to slightly firm in the near term amid high demand from feed makers. New crop arrival is likely to put little bit pressure on market sentiments. However, feed makers demand and Government procurement at new MSP might lend support going ahead. As per trade sources, maize is moving towards Rajasthan, Punjab at Rs. 1600 per quintal each while U.P at Rs. 1500 per quintal (Delivered price), sourced from Bihar. Maize is likely to trade steady to slightly firm in the near term due to limited supply in to the market.

In M.P, maize market is likely to trade firm due to start of buying under Bhavantar Yojna and expected buying by stockists. Trade sources revealed that forward contract has been made for the month of November'18 at Rs. 1500 per quintal for the North India. All these developments would keep cash maize market at the positive side in the near term.

EXPORTS:

As per trade sources, India exported 28,941 MT of maize for the month of August'18 at an average FoB of \$201.63/ MT. Indian maize is exported mainly to Nepal followed by Sri Lanka, Philippines and Qatar mainly through Raxaul followed by Kakinada, Mundra, JNPT and Kandla port.

RECOMMENDATION:

Weekly Call - : Market participants are advised to wait as there is no trade volume on the NCDEX platform. In Davangere cash market, maize (loose) prices are likely to trade at Rs. 1400-1430 per quintal for the week.

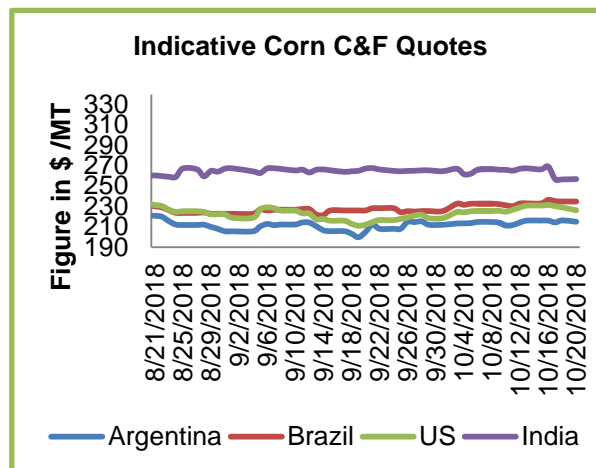
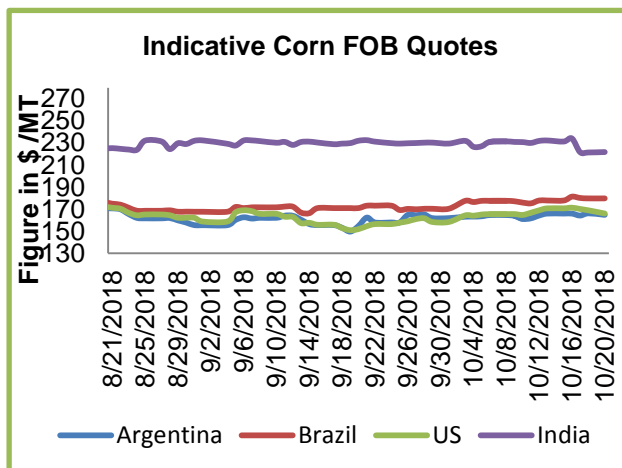
INTERNATIONAL CORN MARKET SUMMARY

Corn on CBOT fall by 0.89 USD/ MT to 144.48 USD/MT for December'18 contract compared to last week due to decrease in export demand for U.S corn amid new crop arrival pressure.

At 1.10 MMT (for the period 5th October- 11th October, 2018) US corn exports were down by 31.45% from the previous week; mainly for the destinations like to Mexico (452,100 MT), Japan (147,700 MT), Colombia (126,300 MT), Egypt (111,200 MT), and South Korea (68,300 MT).

In U.S, 68% of corn is in good to excellent condition, same compared to last week but up by 3% compared to corresponding period last year. 39% crop of corn has been harvested, which is higher by 13% compared to corresponding period last year.

EXPORT PARITY TREND



Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 73.44)				
As on 20.10.2018	Argentina	Brazil	US	India
FOB	164.86	179.8	166.1	221.81
C&F	214.86	234.80	226.10	256.81

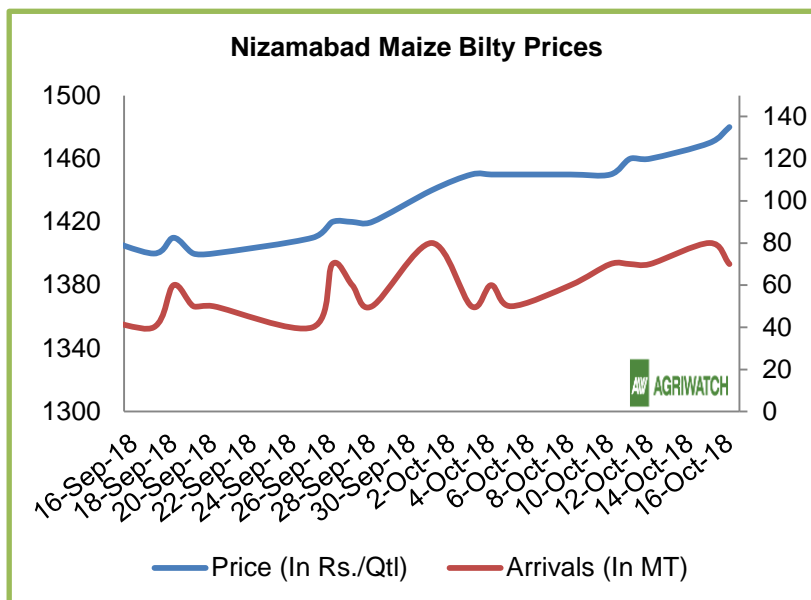
As depicted by the above data, there is no parity for Indian maize as gap of prices between India and other exporting countries has broadened.

CURRENT MARKET DYNAMICS:

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

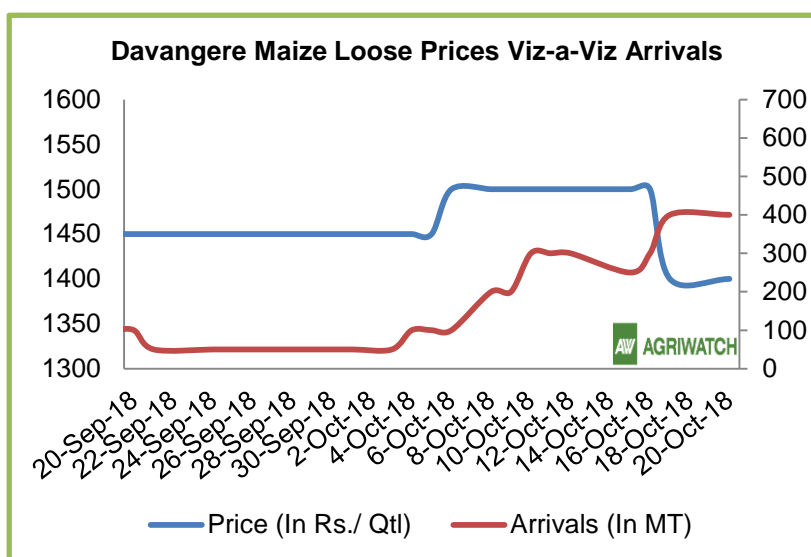
ANDHRA PRADESH & TELANGANA:

- In A.P, maize crop arrivals have started in Vizianagaram and Godawari districts. Maize crop contains moisture up to 17%. In Rayalseema districts, arrivals are likely to hit soon.
- In Nizamabad, poultry feed makers are buying maize at Rs. 1500 per quintal while local starch feed makers are buying at Rs. 1300-1370 per quintal. Maize is moving towards Hyderabad at Rs. 1650 per quintal. As per trade sources, in Nizamabad, 5% crop is affected by insect; rest contain moisture up to 17%. In Nizamabad, Government has started procurement of maize at new MSP.



KARNATAKA:

- In Davangere, maize arrivals contain moisture up to 25% and are being traded at Rs. 1100-1400 per quintal; price is varying on quality parameters. Agriwatch expects that maize could trade steady to range bound amid limited demand. Maize is moving towards Bangalore and Nammakal at Rs. 1560 and Rs. 1650 per quintal respectively; sourced from Davangere.

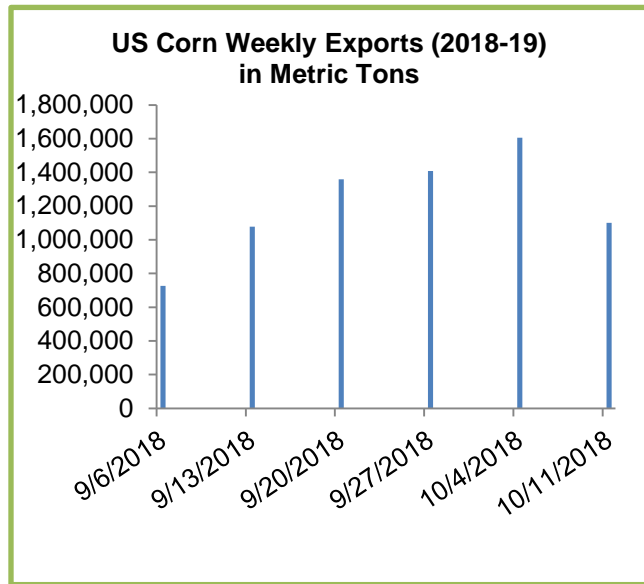


DOMESTIC MAIZE OUTLOOK:

Prices of standard quality maize are likely to be steady to slightly firm in the near term.

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

- As per USDA, U.S corn exports reached 7.28 MMT in the 2018-19 marketing year. At 1.10 MMT (for the period 5th October- 11th October, 2018) US corn exports were down by 31.45% from the previous week; mainly for the destinations like to Mexico (452,100 MT), Japan (147,700 MT), Colombia (126,300 MT), Egypt (111,200 MT), and South Korea (68,300 MT).
- In U.S, Crop of corn has matured 96% as of 14th October, 2018, which is higher by 7% compared to corresponding period last year. 68% of corn is in good to excellent condition, same compared to last week but up by 3% compared to corresponding period last year. 39% crop of corn has been harvested, which is higher by 13% compared to corresponding period last year.

**INTERNATIONAL CORN OUTLOOK:**

Corn on CBOT fall by 0.89 USD/ MT to 144.48 USD/MT for December'18 contract compared to last week due to decrease in export demand for U.S corn amid new crop arrival pressure.

FUTURES MARKET ANALYSIS: NCDEX MAIZE:

(November Contract Weekly Chart)

- Candlestick depicts firm situation in the market.
- Prices closed above 9 days EMAs.
- Volumes are not supporting to the prices.
- Strategy: Market Participants are advised to wait.

Strategy: Wait
Maize NCDEX (November)

Support & Resistance				
S2	S1	PCP	R1	R2
1506	1513	1520	1528	1536

DAVANGERE MARKET ANALYSIS: MAIZE



In Davangere cash market, maize (loose) prices are likely to trade at Rs.1400-1430 per quintal for the week.

ANNEXURE

MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

Maize(Corn)Weekly Prices:						
Market	Grade	18-Oct-18	11-Oct-18	18-Sep-18	18-Oct-17	18-Oct-16
Gulabbagh	Bilty	NR	1410	1330	1290	1600
Delhi	Hybrid Maize (U.P.)	1500	1400	1400	1300	1540
Davangere	Loose Price	1400	1500	1450	1300	1550
Shimoga	Bilty	1490	1460	NA	1320	1700
Ranebennur	Bilty	NA	1510	1500	1400	1700
Bagalkot	Hybrid/Local	NA	1406	NA	1255	1420
Gadag	Local	1366	1376	1430	1351	1522
Nizamabad	Bilty	Closed	1460	1410	NA	1450
Khanna	Bilty	NA	NA	1400	1310	1580
Sangli	Feed	1507	1546	1572	1480	1500
Ahmedabad	Feed	1575	1570	1600	1410	1500
	Starch	1575	1550	1550	1420	1425

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	19-Oct-18	11-Oct-18	Change
Corn CBOT Prices	Dec-18	144.48	145.37	-0.89
	Mar-19	149.40	150.09	-0.69
	May-19	152.36	152.95	-0.59
	Jul-19	154.62	155.11	-0.49
	Sep-19	155.31	156.29	-0.98

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