

# Maize Weekly Research Report

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## EXECUTIVE SUMMARY

### DOMESTIC MAIZE MARKET SUMMARY

All India Maize cash markets traded mixed during the week compared to last week. Agriwatch expects that Maize would trade steady to slightly firm due to continuous demand from global feed markets. However, higher stock availability would limit the gain.

Trade sources revealed that Andhra Pradesh government has procured around 1,99,736 MT of Maize till January 22, 2021. While, Uttar Pradesh government has procured around 1,06,412 MT of Maize till January 16, 2021.

### MAIZE TRADE SCENARIO

Sources revealed that maize is being loaded for Krishnapatnam, and Chennai port at Rs. 1,550 per quintal, and Rs. 1,570 per quintal, respectively; sourced from Davangere and Kotturu region of Karnataka. Hyderabad poultry feed makers are buying Maize at Rs.1,540 per quintal; sourced from Nizamabad region Of Telangana. While, Kolkata feed makers are buying maize at Rs. 1,600 per quintal, sourced from Gulabgh region of Bihar.

### STATE WISE RABI SOWING COVERAGE

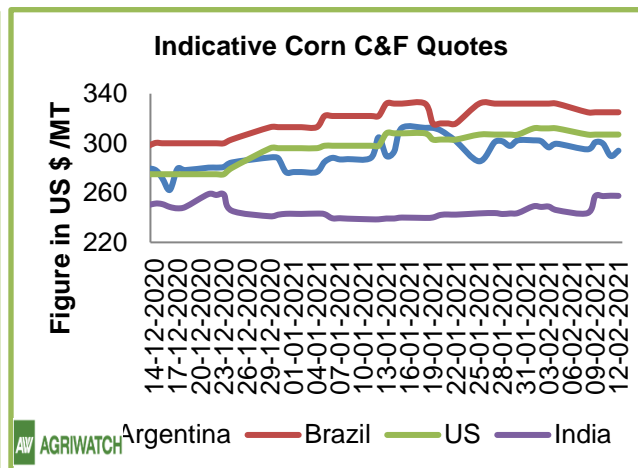
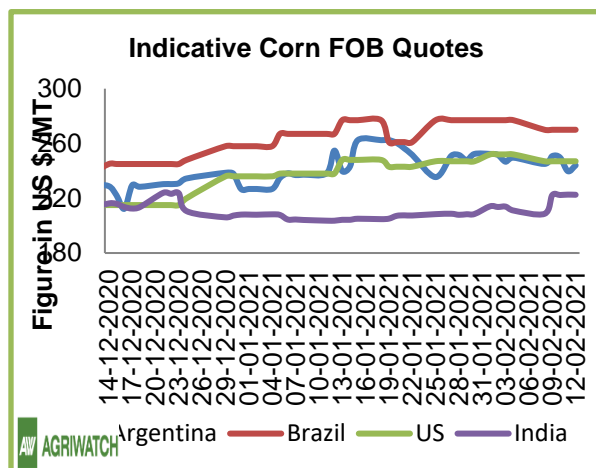
In India, Maize has been sown in 16.94 lakh hectares as of January 29, 2021, which is lower than the 17.49 lakh hectares of area during the corresponding period last year. In Andhra Pradesh, it has been sown in 1.28 lakh hectares; lower than the 1.67 lakh hectares in the corresponding period, last year. In Karnataka, it has been sown in 0.76 lakh hectares; lower than the 0.87 lakh hectares in the corresponding period, last year and in Telangana, it has been sown in 1.08 lakh hectares; lower than the 1.39 lakh hectares in the corresponding period, last year. In Tamil Nadu, it has been sown in 1.58 lakh hectares; lower than the 1.65 lakh hectares in the corresponding period, last year. However, in Bihar, it has been sown in 5.27 lakh hectares; higher than the 5.05 lakh hectares in the corresponding period, last year and in Maharashtra, it has been sown in 2.73 lakh hectares; higher than 2.28 lakh hectares in the corresponding period, last year.

### INTERNATIONAL CORN MARKET SUMMARY

Corn on CBOT fell by 3.84 USD/MT to 212.10 USD/MT for March'21 contract compared to previous week. Agriwatch expects that increase in export demand for U.S. Maize in near term would support CBOT Maize.

At 1.57 MMT (for the period January 29- February 04, 2021) U.S. Maize exports were up 57 percent from the previous week and 32 percent from the prior 4-week average; mainly for the destinations like China (357,600 MT), Japan (314,000 MT), Mexico (288,000 MT), Colombia (129,600 MT), and Peru (78,400 MT).

EXPORT PARITY TREND



Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 72.80)				
As on 12.02.2021	Argentina	Brazil	US	India
FOB	244.00	270.00	247.00	222.53
C&F	294.00	325.00	307.00	257.53

As depicted by the above data, there is parity for Indian maize as gap of prices between India and other exporting countries has narrowed.

EXPORTS

As per trade sources, India exported around 3,59,265 MT of Maize in the month of December 2020 at an average FoB of US\$ 221.05 per MT.

VESSEL POSITION

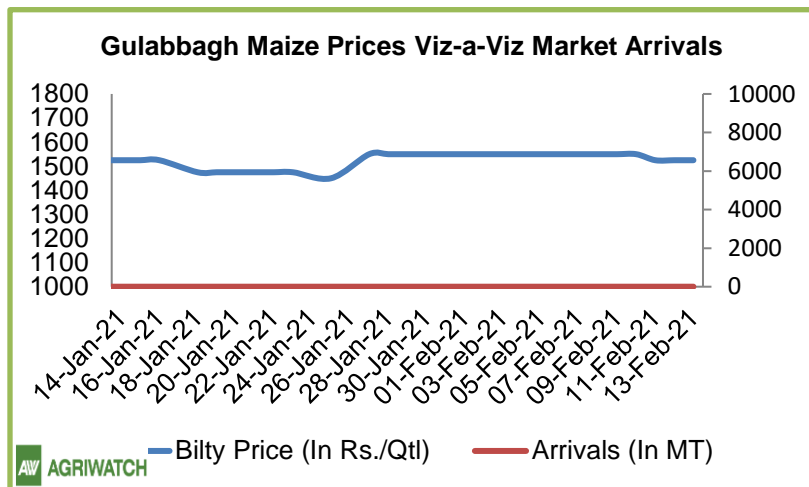
Sources revealed that 22,000 MT of Maize Vessel, DMC NEPTUNE, has complete loading at VIZAG/Visakhapatnam port on February 08, 2021. Around 18,000 MT of Maize Vessel, EVOLUTION, has complete loading at Krishnapatnam port on February 10, 2021. And, 31,500 MT of Maize Vessel, LADY C, has complete loading at Chennai port on February 11, 2021. And, 7,805 MT of Maize Vessel, LILA II, has complete loading at Kandla port on February 4, 2021. Besides, 45,000 MT of Maize Vessel, OBE QUEEN, is expected to complete loading at Vizag port on February 17, 2021. And, 22,000 MT of Maize Vessel, VTC GLORY, is expected to arrive port at Vizag port on February 19, 2021 while, 6,600 MT of Maize Vessel, PHC MARITIME, was expected to arrive port at Vizag port on February 14, 2021.

**CURRENT MARKET DYNAMICS:**

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

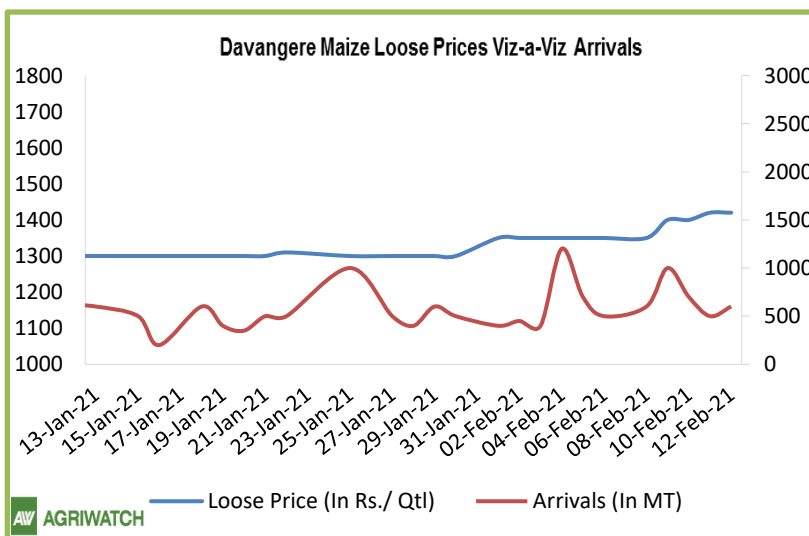
**BIHAR:**

- In Gulabgh region of Bihar, Maize is being traded at Rs.1,500-1,525 per quintal (Bilty Price). Maize in Gulabgh would trade steady to range bound and stay in the range of Rs. 1,500-1,550 per quintal for the week.



**KARNATAKA:**

- In Karnataka, maize is likely to trade steady to range bound in near term despite fresh export demand. Maize is being loaded for Krishnapatnam, and Chennai port at Rs. 1,550 per quintal, and Rs. 1,570 per quintal, respectively; sourced from Davangere and Kotturu region of Karnataka.

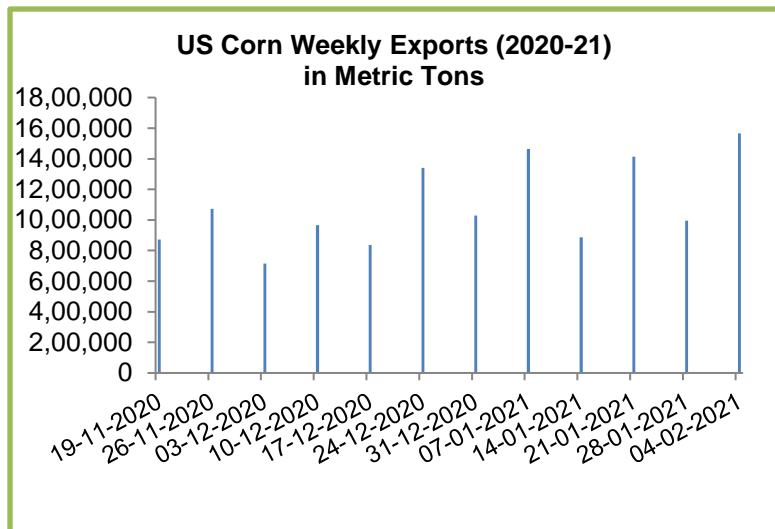


**DOMESTIC MAIZE OUTLOOK:**

Agriwatch expects that Maize would trade steady to slightly firm due to continuous demand from global feed markets. However, higher stock availability would limit the gain.

**INTERNATIONAL MARKET HIGHLIGHT:**

As per USDA, U.S. Maize exports have reached 21.58 MMT in the 2020-21 marketing year. At 1.57 MMT (for the period January 29- February 04, 2021) U.S. Maize exports were up 57 percent from the previous week and 32 percent from the prior 4-week average; mainly for the destinations like China (357,600 MT), Japan (314,000 MT), Mexico (288,000 MT), Colombia (129,600 MT), and Peru (78,400 MT).



USDA increased its World Maize Ending Stock Estimate by 2.70 MMT to 286.53 MMT for 2020-21, along with a decrease in Consumption Estimates, which would weigh the global Maize market.

However, USDA decreased its Ending stock estimates for U.S. by 1.27 MMT to 38.15 MMT for 2020-21, along with an increase in Export Estimates, which would support the CBOT Maize. China remains the factor for price changes in future as the imports are projected at 24 MMT for 2020-21, up 6.5 MMT compared to previous month’s estimates. It also shows that China’s appetite continues to increase, as its feed demand increases for rising swine and poultry populations.

Argentina started its corn harvest, which is pegged at 47.50 MMT for 2020-21, unchanged compared to previous month’s estimates.

**INTERNATIONAL CORN OUTLOOK:**

Corn on CBOT fell by 3.84 USD/MT to 212.10 USD/MT for March’21 contract compared to previous week. Agriwatch expects that increase in export demand for U.S. Maize in near term would support CBOT Maize.

**ANNEXURE**
**MAIZE SPOT MARKET PRICES (RS. /QUINTAL)**

Maize (Corn)Weekly Prices:						
Market	Grade	12-Feb-21	05-Feb-21	12-Jan-21	12-Feb-20	12-Feb-19
Naugachia	Bilty	1425	1400	1440	NA	2125
Delhi	Hybrid Maize (U.P.)	1450	1480	1480	1950	2250
Davangere	Loose	1420	1300	1300	1700	1950
Shimoga	Bilty	NA	1330	NA	1750	2000
Ranebennur	Bilty	NA	NA	1340	1760	2000
Bagalkot	Hybrid/Local	1475	1385	1400	1675	1948
Gadag	Local	1385	1330	1350	1685	1950
Nizamabad	Bilty	1500	1550	1450	2050	2050
Khanna	Bilty	1410	1400	1380	1890	2050
Sangli	Feed	1546	1528	1519	1807	2181
Ahmedabad	Feed	1500	1425	1400	1800	2150
	Starch	1500	1500	1400	1700	2100

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	12-Feb-21	05-Feb-21	Change
Corn CBOT Prices	Mar-21	212.1	215.94	-3.84
	May-21	211.21	215.54	-4.33
	July-21	206.68	211.11	-4.43
	Sep-21	185.92	188.28	-2.36
	Dec-21	176.67	177.85	-1.18

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