

# Maize Weekly Research Report

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### EXECUTIVE SUMMARY

#### DOMESTIC MAIZE MARKET SUMMARY

Agriwatch expects Maize cash markets are likely to trade steady to range-bound as new crop arrivals continue in coming weeks would weigh on market sentiments. However, continuous demand from domestic and global feed makers would support the market at the lower level.

In Bihar, maize arrivals contain moisture up to 15% and some grains are small in size. While, in Telangana, maize crop arrivals are small in quantity and contain moisture up to 22%. Sources revealed that around 40% crop has been harvested but farmers are still not bringing their produce into the market on the expectation of procurement by the Government.

#### MAIZE TRADE SCENARIO

Sources revealed that Maize in Gulabghat being traded at Rs. 1,500 per quintal. Maize is moving towards Punjab at Rs. 1,725 per quintal and Haryana at Rs. 1,700 per quintal, while Kolkata, Madhya Pradesh and South at Rs. 1,550 per quintal, 1,700-1,750 per quintal and Rs.1,700 per quintal, respectively; sourced from Bihar. Hyderabad poultry feed makers are buying Maize at Rs.1, 650 per quintal; sourced from Telangana.

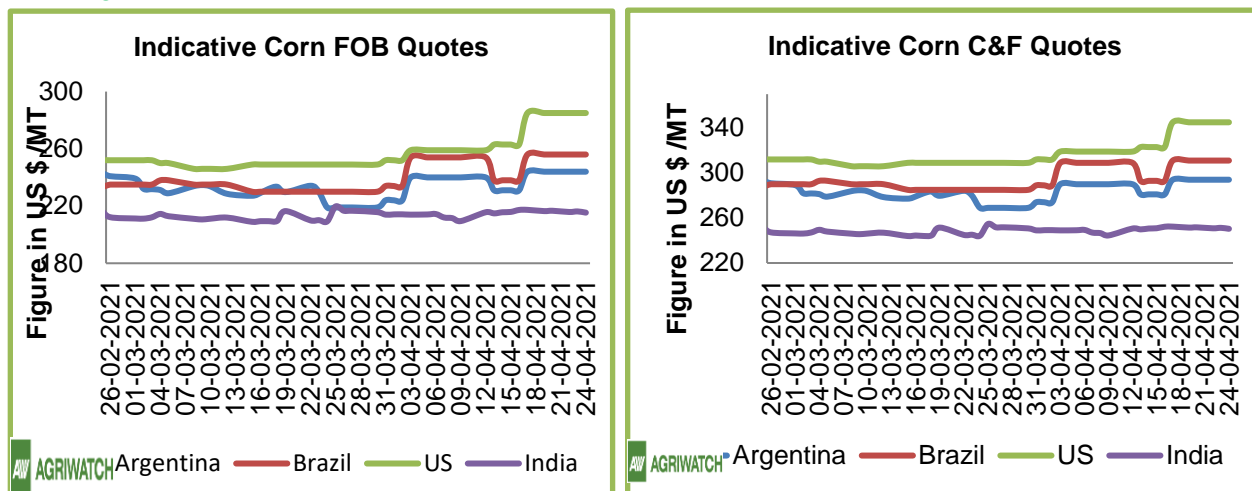
#### INTERNATIONAL CORN MARKET SUMMARY

Corn on CBOT rose by 27.56 USD/MT to 258.06 USD/MT for May'21 contract compared to previous week due to dry weather in Brazil. Agriwatch expects that increase in export demand for U.S. Maize in near term would support CBOT Maize.

At 1.61 MMT (for the period April 09-15, 2021) U.S. Maize exports were down 12 percent from the previous week and 18 percent from the prior 4-week average; mainly for the destinations like China (5,60,100 MT), Mexico (3,21,100 MT), South Korea (2,65,000 MT), Japan (2,44,800 MT), and Taiwan (83,900 MT). However, Agriwatch expects that increase in export demand for U.S. Maize in the near term would support CBOT Maize.

26<sup>th</sup> April, 2021

### EXPORT PARITY TREND



Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 74.92)				
As on 24.04.2021	Argentina	Brazil	US	India
<b>FOB</b>	244.00	256.00	285.00	215.37
<b>C&amp;F</b>	294.00	311.00	345.00	250.37

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 2,82,919 MT of Maize in March 2021 at an average FoB of US\$ 223.76 per MT, out of which, 1,56,102 MT was exported to Vietnam at an average FoB of US\$ 243.33 per MT and around 61,808 MT was exported to Malaysia at an average FoB of US\$ 248.69 per MT. Around 31,592 MT was exported to Bangladesh at an average FoB of US\$ 210.99 per MT. And, 22,181 MT was exported to Nepal at an average FoB of US\$ 203.26 per MT.

As per trade sources, around 99,500 MT of maize has been loaded for exports during April till date, mainly through Vizag followed by Krishnapatnam port.

### VESSEL POSITION

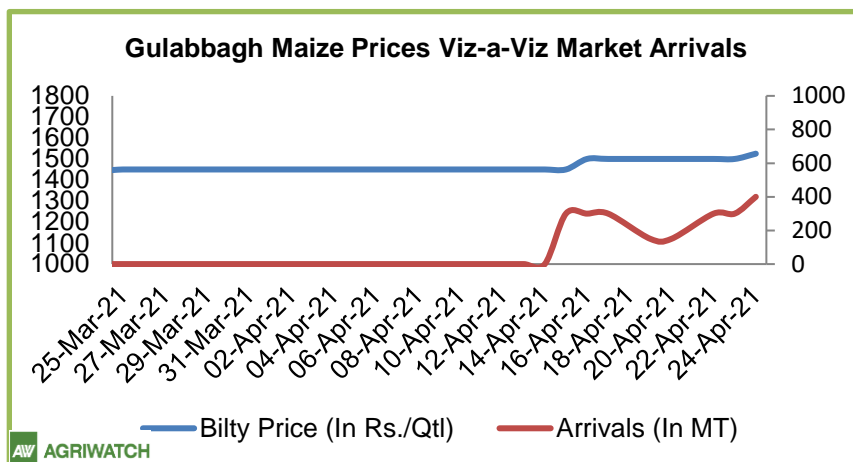
Sources revealed that 32,000 MT of Maize Vessel, CETUS STAR and, 30,000 MT of Maize Vessel, FEDERICA, was expected to complete loading at VIZAG port on April 22, 2021. While, 29,000 MT of Maize Vessel, BC VANESSA, is expected to complete loading at Tuticorin port on April 25, 2021.

### CURRENT MARKET DYNAMICS:

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

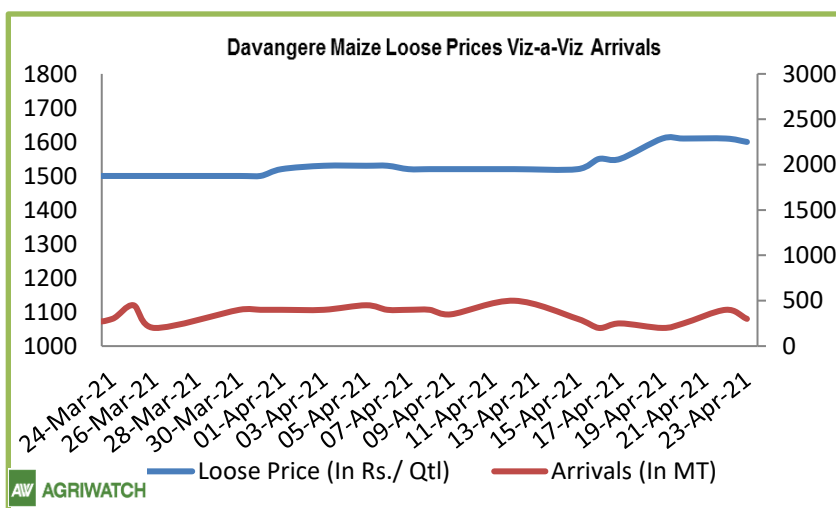
#### BIHAR:

- In Gulabghat region of Bihar, Maize is being traded at Rs.1,500 per quintal (BiltyPrice). Maize in Gulabghat would trade steady to range bound in the range of Rs.1,420-1,570 per quintal for the week. As expectation of increase in new crop arrivals in coming weeks could weigh on market sentiments. However, if fresh export and stockists demand comes; could lead the market



#### KARNATAKA:

- In Karnataka, maize is likely to trade steady to range bound in near term on the expectation of new crop arrivals in coming weeks.



### DOMESTIC MAIZE OUTLOOK:

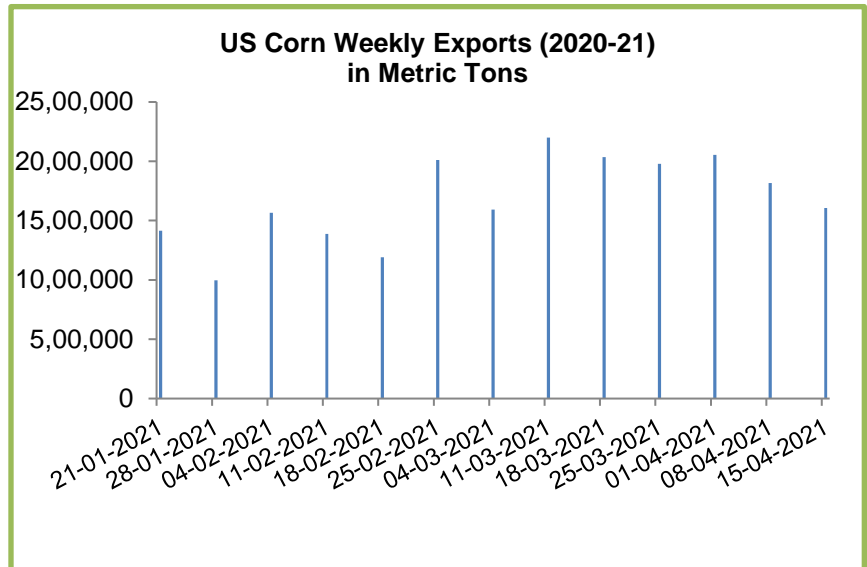
Agriwatch expects that Maize would trade steady to range bound despite continuous demand from domestic feed markets as expectation of new crop arrivals in near term would weigh on market sentiments.



26<sup>th</sup> April, 2021

### INTERNATIONAL MARKET HIGHLIGHT:

As per USDA, U.S. Maize exports have reached 39.39 MMT in the 2020-21 marketing year. At 1.61 MMT (for the period April 09-15, 2021) U.S. Maize exports were down 12 percent from the previous week and 18 percent from the prior 4-week average; mainly for the destinations like China (5,60,100 MT), Mexico (3,21,100 MT), South Korea (2,65,000 MT), Japan (2,44,800 MT), and Taiwan (83,900 MT). However, Agriwatch expects that increase in export demand for U.S. Maize in the near term would support CBOT Maize.



### PREVIOUS UPDATES

USDA increased its World Maize Ending Stock Estimate by 1.14 MMT to 287.67 MMT for 2020-21, along with an increase in Production Estimates, which would weigh the global Maize market.

In the U.S, corn plantings as of 18 April 2021 stand at 8%, up 2 percentage point from the same period last year but unchanged compared to last 5-year average period. Crop of corn has been emerged at 2%, up 1 percentage point from the same period last year and 5-year average period.

### INTERNATIONAL CORN OUTLOOK:

Corn on CBOT rose by 27.56 USD/MT to 258.06 USD/MT for May'21 contract compared to previous week due to dry weather in Brazil. 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	23-Apr-21	16-Apr-21	23-Mar-21	23-Apr-20	23-Apr-19
Naugachia	Bilty	1500	1500	1450	Closed	1875
Delhi	Hybrid Maize (U.P.)	Closed	1600	1550	Closed	2200
Davangere	Loose	1600	1550	1500	1300	NA
Shimoga	Bilty	1450	1630	NA	1300	2370
Ranebennur	Bilty	NA	NA	NA	NA	2500
Bagalkot	Hybrid/Local	1525	1525	1440	1285	2162
Gadag	Local	1365	1380	1410	NA	2141
Nizamabad	Bilty	NA	NA	1500	Closed	2150
Khanna	Bilty	1600	1525	1450	NA	2320
Sangli	Feed	1763	1666	1687	NA	2250
Ahmedabad	Feed	Closed	1630	1600	Closed	2250

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	23-Apr-21	16-Apr-21	Change
Corn CBOT Prices	May-21	220.36	217.51	2.85
	July-21	214.66	210.92	3.74
	Sep-21	197.24	190.44	6.80
	Dec-21	190.74	183.65	7.09
	Mar-22	193.40	186.9	6.50

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