



Maize Weekly Research Report

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EXECUTIVE SUMMARY

DOMESTIC MAIZE MARKET SUMMARY

Agriwatch expects that Maize would trade steady to range-bound, as expectation of an increase in new crop arrivals containing high moisture percentage in coming week would weigh on market sentiments. On the other hand, if demand from local millers and cattle feed makers continues, it would support the market at the lower level.

Sources revealed that around 60% crop has been harvested in Bihar. Maize arrivals in Bihar markets contain 15-20% moisture due to rainfall in previous week. In Karnataka and Telangana Maize crop arrivals are small in quantity.

MAIZE TRADE SCENARIO

Sources revealed that Maize in villages nearby Nizamabad is being traded between Rs. 1500-1550 per quintal. Markets and trade in Karnataka are moving at slow pace due to the impact of Covid and lockdown. Maize in M.P, Neemuch and nearby areas is being traded at an average of Rs.1450 per quintal.

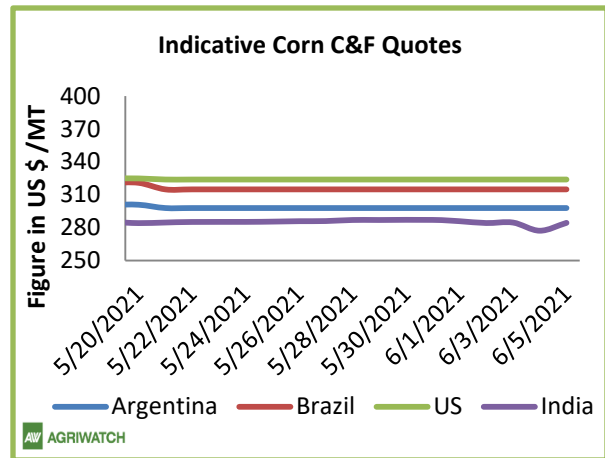
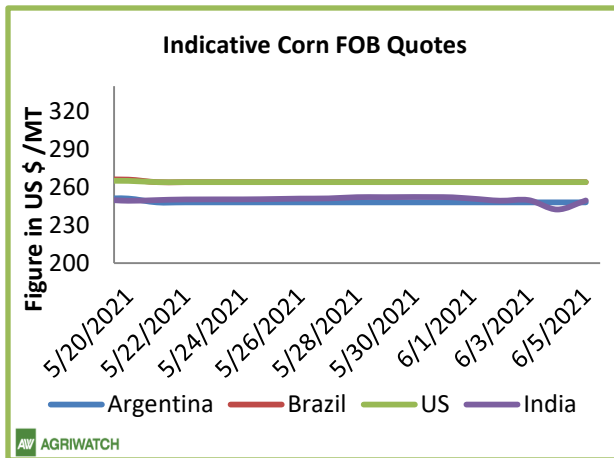
Sources revealed that Maize sourced from Bihar is moving towards Punjab in the range of Rs. 1,700 - 1750 per quintal. Maize (loose) in Bihar markets is being traded at Rs. 1,425 per quintal and Maize (bilty) in Bihar markets is being traded at Rs. 1,450 per quintal. Banaras cattle feed makers are buying Maize at Rs.1,600-1,650 per quintal; sourced from Bihar. Jamanagar, Gujarat millers plans on buying Maize sourced from Bihar, which is on a halt since Monday due to heavy rains during past week.

INTERNATIONAL CORN MARKET SUMMARY

Corn on CBOT rose by 10.25 USD/MT 268.79 USD/MT for July'21 contract compared to previous week over the weather related concerns in U.S and Brazil. Agriwatch expects that Corn on CBOT would consolidate in the range of 240.89 USD/MT to 290.26 USD/MT for coming week.

U.S. Maize exports have reached 49.13 MMT in the 2020-21 marketing year, at 1.84 MMT (for the period May14 – May20, 2021). U.S. Maize exports were down by 17 percent from the previous week and 6 percent from the prior 4-week average; mainly for the destinations like China (847,000MT), Mexico (379,000MT, Japan (200,000MT), Colombia (200,700 MT), and South Korea (61,500 MT).

EXPORT PARITY TREND



Indian C&F Rate to Thailand vs. other Countries (\$1=Rs.73.15)				
As on 05.06.2021	Argentina	Brazil	US	India
FOB	248.00	264.00	264.00	249.49
C&F	298.00	315.00	324.00	284.49

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 FOR THE MONTH OF APRIL'21

As per trade sources, India exported around 3,00,287 MT of Maize in April 2021 at an average FoB of US\$ 228.66 per MT, out of which, 2,03,921 MT was exported to Vietnam at an average FoB of US\$ 243.67 per MT and around 31,452 MT was exported to Malaysia at an average FoB of US\$ 254.28 per MT. Around 36,518 MT was exported to Bangladesh at an average FoB of US\$ 215.59 per MT. And, 19,996 MT was exported to Nepal at an average FoB of US\$ 212.47 per MT.

As per trade sources, around 3,39,500 MT of maize has been loaded till May last week , mainly through Vizag port followed by Krishnapatnam port and Tuticorin port.

VESSEL POSITION

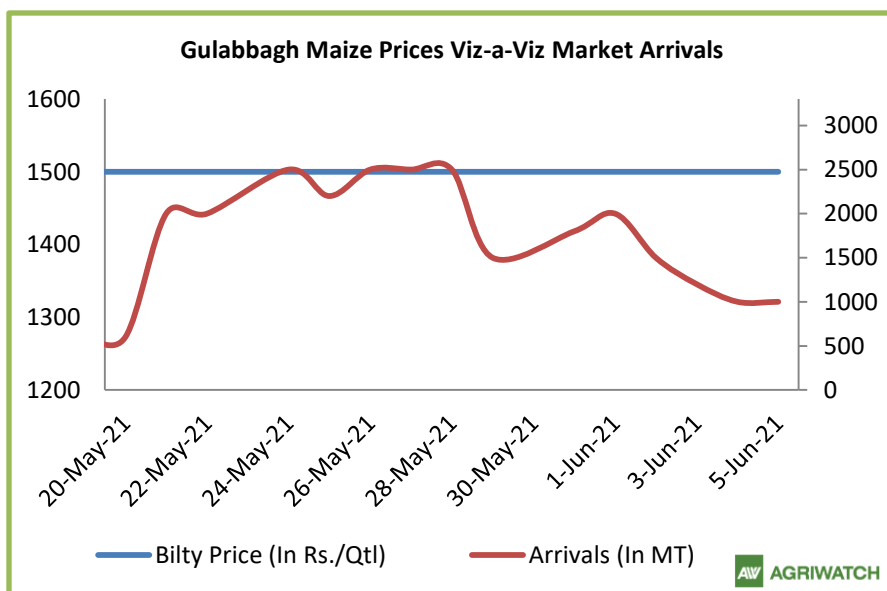
As per the sources, 31,000MT of Maize Vessel, GOLDEN BRIGHT has completed loading at KAKINADA port by May 30, 2021. Also 31,000MT of Maize Vessel, GOLDEN BRIDGE has completed loading at Tuticorin port by May 26, 2021. 11,000 MT of Maize Vessel, TAN BINH 127, is waiting to complete loading at Tuticorin port. Whereas, 30,000MT of Maize Vessel, OSPREY BULKER is waiting for berth at Vizag port since 1 June, 2021.

CURRENT MARKET DYNAMICS:

During the week under review, almost steady to slightly range bound sentiments were reported in most of the major cash markets of Maize. The various key spot markets dynamics areas under:

BIHAR:

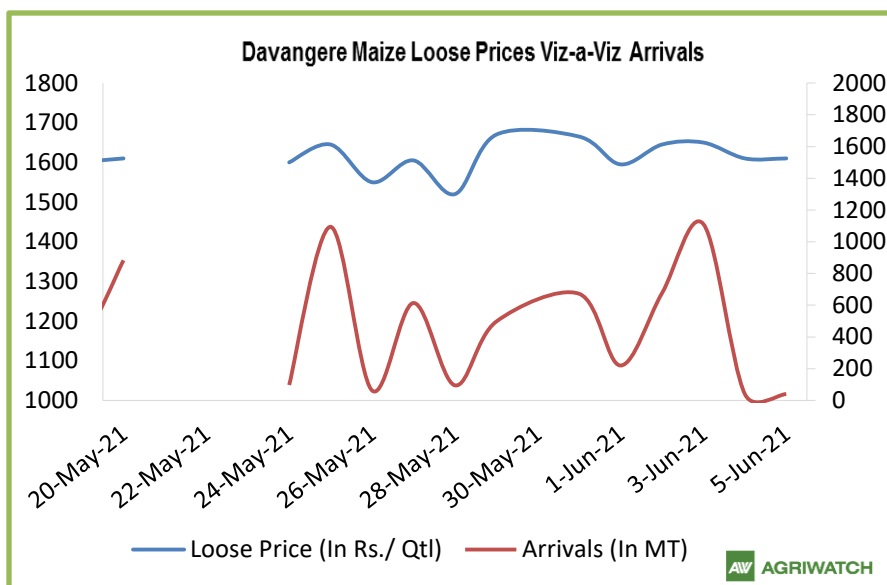
In Gulabbagh region of Bihar, Maize is being traded at Rs.1, 500 per quintal (Bilty Price). Maize in Gulabbagh would trade steady to slightly range bound in the range of Rs.1,450-1,650 per quintal for the week. As expectation of the increase in new crop arrivals high in moisture content, in coming week could weigh on the market sentiments. However, if fresh export and stockiest demand comes; could lead the market.



KARNATAKA:

In Davangere region of Karnataka, Market Maize traded between in the price range of Rs. 1500-1650 per quintal.

Maize in Davangere region would trade in the range of Rs.1500-1,700 per quintal. However, if fresh export and stockiest demand comes; could lead the market.



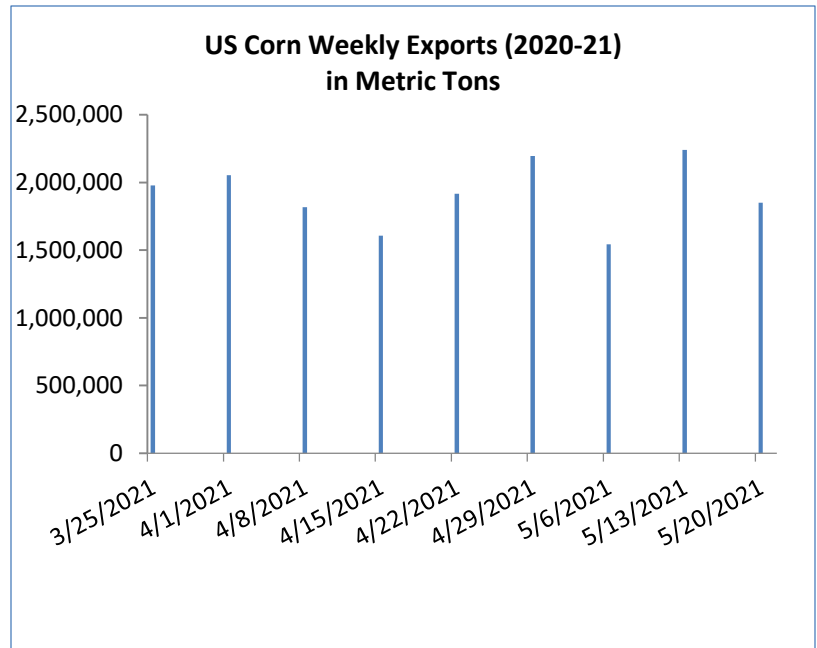
DOMESTIC MAIZE OUTLOOK:

Agriwatch expects that Maize would trade steady to range bound despite continuous demand from domestic millers and feed makers as expectation of crop arrivals containing higher moisture percentage in near term would weigh on market sentiments.



INTERNATIONAL MARKET HIGHLIGHT:

U.S. Maize exports have reached 49.13 MMT in the 2020-21 marketing year, at 1.84 MMT (for the period May14 – May20, 2021). U.S. Maize exports were down by 17 percent from the previous week and 6 percent from the prior 4-week average; mainly for the destinations like China (847,000MT), Mexico (379,000MT, Japan (200,000MT), Colombia (200,700 MT), and South Korea (61,500 MT). Agriwatch expects that Corn on CBOT would consolidate in the price range of 240.89 USD/MT to 290.26 USD/MT for coming few days.



PREVIOUS UPDATES

USDA increased its World Maize Ending Stock Estimate by 8.87 MMT to 292.301 MMT for May'21/ 2021-22, It also projected an increase in Production Estimates, which would weigh the global Maize market. USDA also revised the Ending stock estimates for Argentina, at 2.62 MMT for May'21/ 2021-22 , Brazil at 8.93 MMT for May'21/ 2021-22 and for U.S at 38.27 MMT for May'21/ 2021-22.

In the U.S, corn plantings as of 1st June 2021 stand at 95%, up by 3 percentage points from the same period last year and up by 8 percentage point compared to last 5-year average period. Crop of corn has been emerged at 81%, up by 5 percentage from the same period last year and up by 11 percentage point from 5-year average period.

INTERNATIONAL CORN OUTLOOK:

Corn on CBOT rose by 10.25 USD/MT 268.79 USD/MT for July'21 contract compared to previous week over the weather related concerns in U.S and Brazil. Agriwatch expects that Corn on CBOT would consolidate in the range of 240.89 USD/MT to 290.26 USD/MT for coming week.

ANNEXURE
MAIZE SPOT MARKET PRICES (RS./QUINTAL)

Maize (Corn) Weekly Prices:						
Market	Grade	5-Jun-21	29-May-21	5-May-21	5-Jun-20	6-Jun-19
Naugachia	Bilty	1450	1450	1450	1200	1700
Delhi	Hybrid Maize(U.P.)	1650	1630	Closed	1360	1900
Davangere	Loose	1610	1670	Closed	1300	NA
Shimoga	Bilty	NA	NA	NA	NA	NA
Ranebennur	Bilty	NA	NA	NA	1425	2300
Bagalkot	Hybrid/Local	NA	1555	1560	NA	2150
Gadag	Local	NA	NA	1210	NA	2123
Nizamabad	Bilty	Closed	Closed	Closed	1500	NA
Khanna	Bilty	Closed	Closed	Closed	1120	1905
Sangli	Feed	1813	1812	1729	1389	2316
Ahmedabad	Feed	1850	1825	Closed	1400	2060

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	04-June-21	29-May-21	Change
Corn CBOT Prices	July-21	268.79	258.55	10.24
	Sep-21	238.77	225.68	13.09
	Dec-21	232.86	214.75	18.11
	Mar-22	235.42	217.41	18.01

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