



# **Maize Weekly Research Report**

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## **EXECUTIVE SUMMARY**

### **DOMESTIC MAIZE MARKET SUMMARY**

Agriwatch expects that Maize would trade steady to slightly strong, on expectation that crop arrivals in coming weeks would remain slow. Also, demand from local and international feed makers continues, that would support the market at the lower level.

Domestic trade in Davangere markets is very sluggish due to Covid restrictions.

### **MAIZE TRADE SCENARIO**

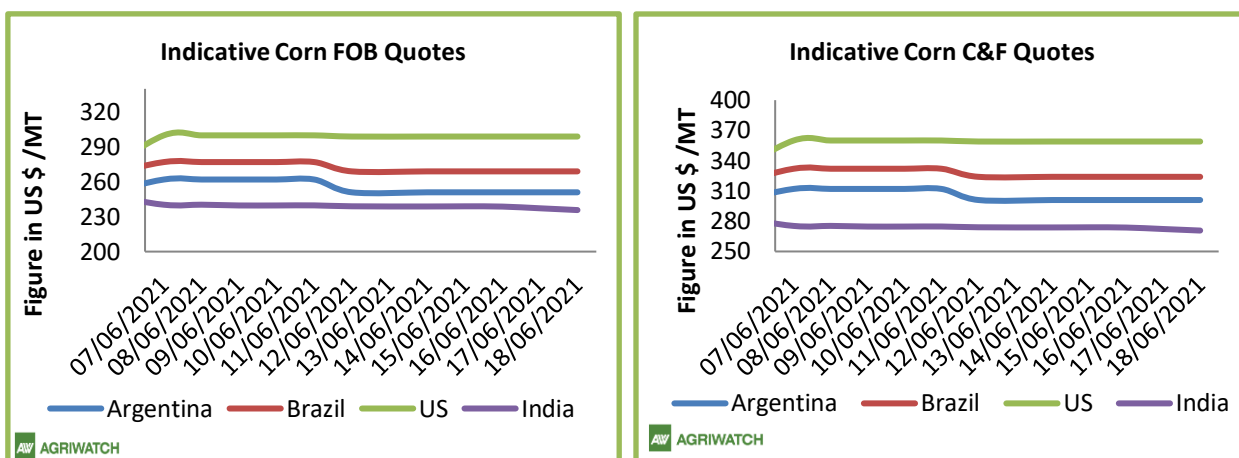
Sources revealed that Maize in areas nearby Nizamabad is being traded between Rs. 1450- Rs. 1550 per quintal Maize in M.P, Khargone and nearby areas is being traded at an average of Rs.1325 per quintal.

Sources revealed that millers in Uttar Pradesh and Uttarakhand are buying Maize between Rs. 1,550- Rs.1750 per quintal sourced from Gulabghat, Bihar. Maize in Bihar markets is being traded between Rs. 1350-Rs. 1450 per quintal, containing moisture between 17-20 percentage. Arrivals in Bihar markets are very little due continuous rainfall since past week.

### **INTERNATIONAL CORN MARKET SUMMARY**

Corn on CBOT fell by 11.52 USD/MT to 257.96 USD/MT for July'21 contract compared to previous week over the chances of improved weather in Eastern Midwest region. 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 54.57MMT in the 2020-21 marketing year, at 1.66 MMT (for the period June 3 – June 10, 2021). U.S. Maize exports were up by 1 percent from the previous week but down by 16 percent from the prior 4-week average; mainly for the destinations like China (615,000 MT), Japan (550,300 MT), Mexico (348,100 MT), Colombia (44,000 MT), and Morocco (34,400 MT).

**EXPORT PARITY TREND**


Indian C&F Rate to Thailand vs. other Countries (\$1=Rs.73.31)				
As on 16.06.2021	Argentina	Brazil	US	India
FOB	251.00	269.00	299.00	238.71
C&F	301.00	324.00	359.00	273.71

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

**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**

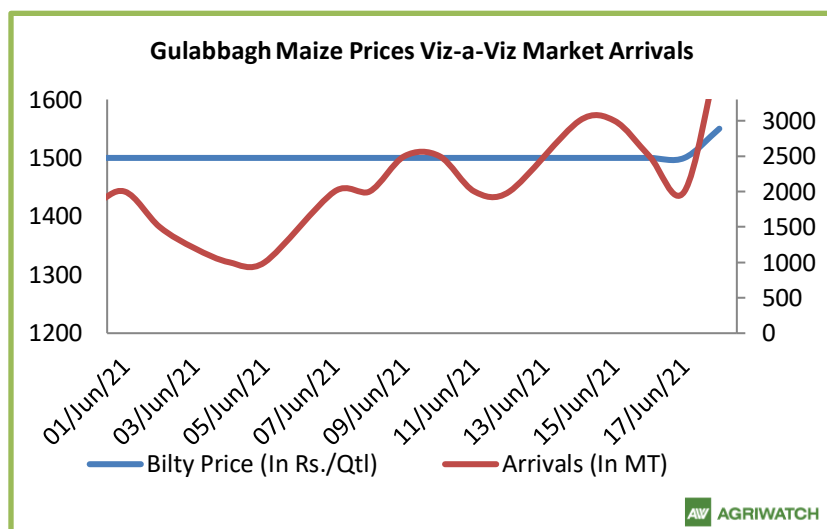
As per the sources 40,000MT of Maize Vessel TAN BINH 245 is expected to arrive on GANGAVARAM port by 27 June 2021. And, 40,000MT of Maize Vessel, GHOUSTA waiting for berth at Vizag port and 53,200MT of Maize Vessel, OCEAN DESTINY is waiting for loading at Vizag port. Whereas, 30,000MT of Maize Vessel, OSPREY BULKER is waiting for loading at Vizag port. Also 18,000 MT Maize Vessel OCEAN CROWN, is expected was arrive at Krishnapatnam port on 16 June2021 and 52,697 MT of Maize Vessel, FLAG GANGOS, is waiting to complete loading KAKINADA port. A 50,000MT of Maize Vessel FORTUNE WING is expected to arrive at Viizag port by 21 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:

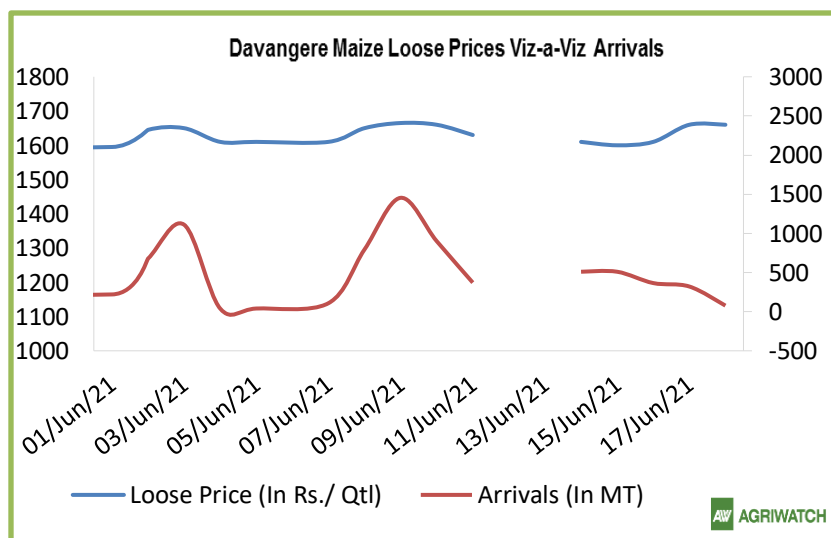
#### BIHAR:

In Gulabghat region of Bihar, Maize is being traded between Rs. 1,500 – Rs. 1,600 per quintal (Bilty Price). Maize in Gulabghat would trade steady to 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 millers, feed makers and stockiest demand comes; could lead the market.



#### KARNATAKA:

In Davangere region of Karnataka, Market Maize traded between in the price range of Rs. 1,600-1,700 per quintal. Maize in Davangere region would trade in the range of Rs.1,550-1,750 per quintal. However, if fresh export, feed makers and stockiest demand comes; could lead the market.



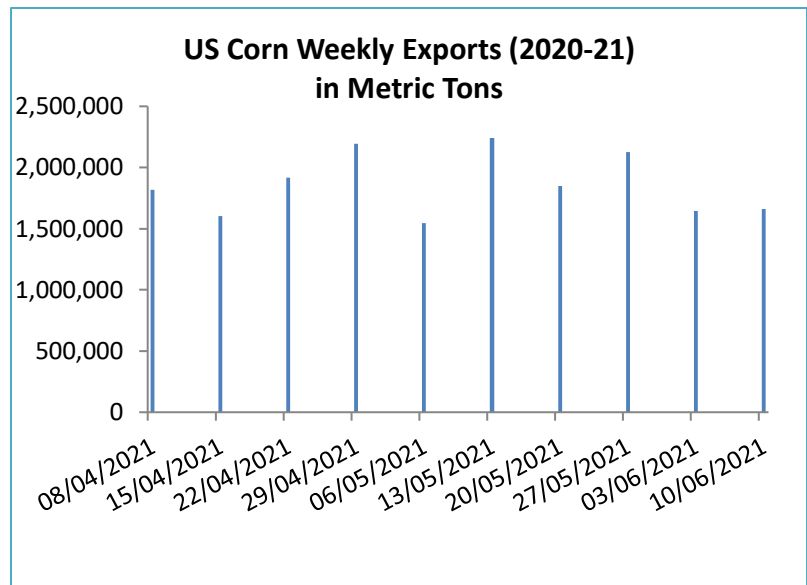
### DOMESTIC MAIZE OUTLOOK:

Agriwatch expects that Maize would trade steady to slightly strong, on the expectation that crop arrivals in coming weeks would remain slow. Also, demand from local and international feed makers continue, that would support the market at the lower level.



### INTERNATIONAL MARKET HIGHLIGHT:

U.S. Maize exports have reached 54.57MMT in the 2020-21 marketing year, at 1.66 MMT (for the period June 3 – June 10, 2021). U.S. Maize exports were up by 1 percent from the previous week but down by 16 percent from the prior 4-week average; mainly for the destinations like China (615,000 MT), Japan (550,300 MT), Mexico (348,100 MT), Colombia (44,000 MT), and Morocco (34,400 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 decreased its World Maize Ending Stock Estimate by 2.88 MMT to 281.413 MMT for June'21/ 2021-22, whereas it kept its Production Estimates same, this might support the global Maize market. USDA also revised the Ending stock estimates for U.S at 34.46 MMT for June'21/ 2021-22. Although USDA kept Ending stock estimates unchanged for Argentina, at 2.62 MMT for June'21/ 2021-22 and Brazil at 8.93 MMT for June'21/ 2021-22.

In the U.S, corn crop planting has been completed as of 14th June 2021. Crop of corn has emerged at 96%, up by 2 percentage from the same period last year and up by 3 percentage point from 5-year average period. In U.S 68 % of corn is in good + excellent condition. As per the sources 14.92 million hectare area has been planted with corn.

### INTERNATIONAL CORN OUTLOOK:

Corn on CBOT fell by 11.52 USD/MT to 257.96 USD/MT for July'21 contract compared to previous week over the chances of improved weather in Eastern Midwest region. 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	17-Jun-21	10-Jun-21	17-May-21	17-Jun-20	17-Jun-19
Naugachia	Bilty	1450	1475	1500	1200	1725
Delhi	Hybrid Maize(U.P.)	1630	1625	1650	1350	1850
Davangere	Loose	1660	1660	1615	1400	NA
Shimoga	Bilty	NA	NA	NA	1300	2270
Ranebennur	Bilty	NA	NA	NA	1550	2300
Bagalkot	Hybrid/Local	1610	NA	1505	1261	NA
Gadag	Local	NA	NA	NA	1439	NA
Nizamabad	Bilty	1700	Closed	1600	1400	NA
Khanna	Bilty	1400	1400	Closed	1100	1860
Sangli	Feed	1919	1841	1803	1494	2350
Ahmedabad	Feed	1800	1730	1750	1410	2060

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	17-June-21	11-June-21	Change
Corn CBOT Prices	July-21	257.96	269.48	-11.52
	Sep-21	227.35	247.92	-20.57
	Dec-21	222.92	240.05	-17.13
	Mar-22	225.68	242.51	-16.83

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