

Maize Weekly Research Report

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EXECUTIVE SUMMARY

DOMESTIC MAIZE MARKET SUMMARY

Agriwatch expects that maize would trade steady with mixed bias for coming near term. However crop arriving in market with high moisture content is being traded at lower rates. Also, production estimates happens to be lower than what is required, this will provide support to maize market in coming weeks.

MAIZE TRADE SCENARIO

Sources revealed that maize in Nizamabad market is being traded between Rs. 1,750 – Rs.1,900 per quintal. High moisture content arrivals in market of Davangere, Karnataka is being traded at Rs. 1,600 per quintal. Maize for poultry feed purpose is being supplied to Hyderabad at Rs. 1950 per quintal. 60-70% harvesting has been done in Nizamabad and nearby areas.

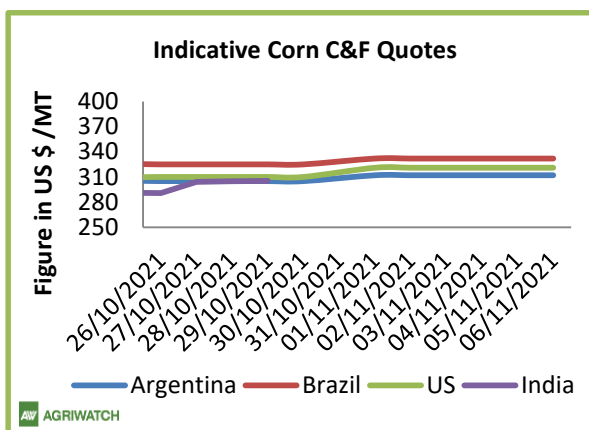
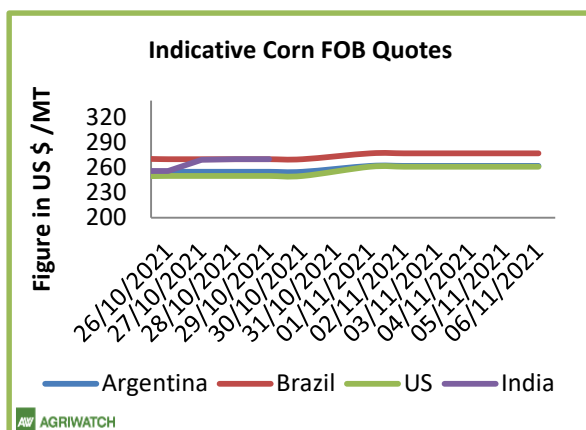
Sources revealed that good quality maize is being traded in Bihar between Rs.1,800 to Rs. 1,900 per quintal. Whereas, domestic as well as international demand at present seems to be sluggish at present.

INTERNATIONAL CORN MARKET SUMMARY

Corn on CBOT fell by 6.00 USD/MT to 217.71 USD/MT for December '21 contract as compared to previous week, on the account of mixed demand maintained over last week and also there was a correction in Corn on CBOT. Agriwatch expects that Corn on CBOT would remain in corrective mode above current support level.

U.S. Maize exports have reached to 58.93 MMT for the 2021-22 marketing year, with the exports of 7.48 MMT for the period of (22nd Oct – 28th Oct) 2021, exports were up by 9 percent from the previous week but down by 17 percent from the prior 4-week average, to the destinations like Mexico (317,300 MT), Japan (162,900 MT), Colombia (136,200 MT), Venezuela (43,600 MT), and Nicaragua (26,300 MT).

EXPORT PARITY TREND



Indian C&F Rate to Thailand vs. other Countries (\$1=Rs.74.48)				
As on 03.11.2021	Argentina	Brazil	US	India
FOB	262.00	277.00	261.00	-
C&F	312.00	332.00	321.00	-

Although no FoB prices are available for India due to Diwali Festival holidays but as depicted by the above data before that, there has been a parity for Indian maize as gap of prices between India and other exporting countries has narrowed.

EXPORTS FOR THE MONTH OF SEPTEMBER'21

As per the trade sources, India exported around 1,66,992 MT of Maize in September 2021 at an average FoB of US\$ 257.82 per MT, out of which, 1,08,228 MT was exported to Bangladesh at an average FoB of US\$ 262.61 per MT, also 51,506 MT was exported to Nepal at an average FoB of US\$ 252.67 per MT. Around 723 MT was exported to Bhutan at an average FoB of US\$ 248.46 per MT.

VESSEL POSITION

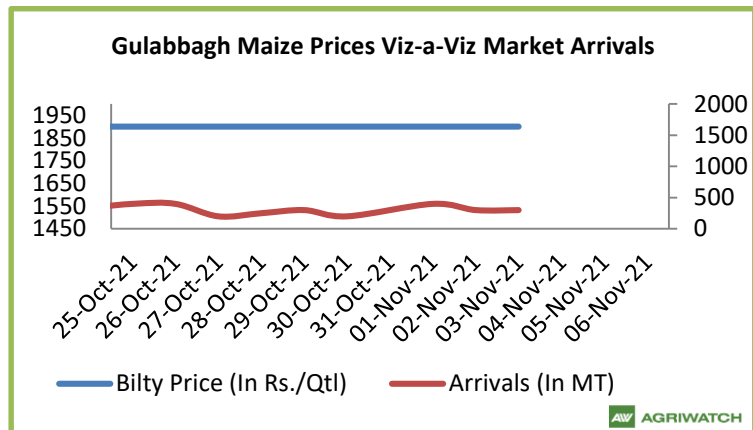
As per the sources 13,000MT of Maize Vessel BLUE LOTUS has completed loading at Vizag port. And 23,100MT of Maize Vessel AQUALEO has completed loading at Hazira port on 30th August, 2021. Also 25,000MT of Maize Vessel CHARLENE completed loading, at Gangavaram port since 19th August, 2021.

CURRENT MARKET DYNAMICS

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

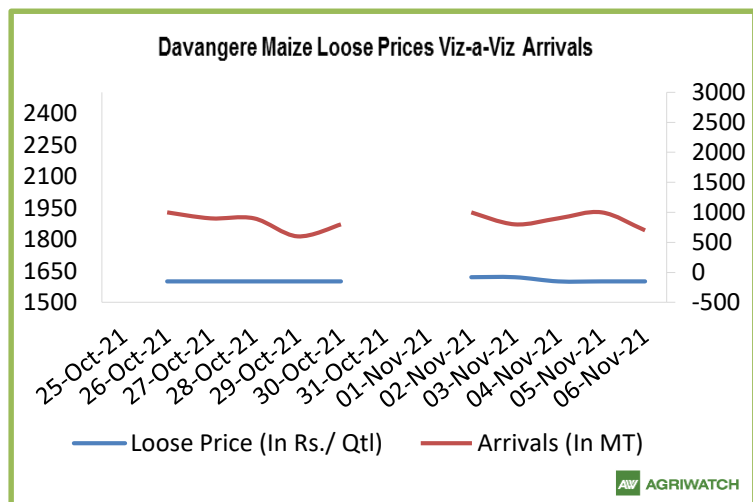
BIHAR:

In Gulabghat region of Bihar, maize is being traded at Rs. 1,900 per quintal (Bilty Price). Maize in Gulabghat would trade in the range of Rs. 1,750 – Rs. 1,900 per quintal for this week with range bound bias in near term decreased production estimates will support the maize market.



KARNATAKA:

In the Davangere region of Karnataka Market, maize is being traded at Rs.1,600 per quintal. Maize in Davangere region would trade in the range of Rs. 1,600 - Rs. 1,800 per quintal, in range bound zone with mixed sentiments, because crop arriving in market is high in moisture content. However, it is expected that decreased production estimates will support the maize market.

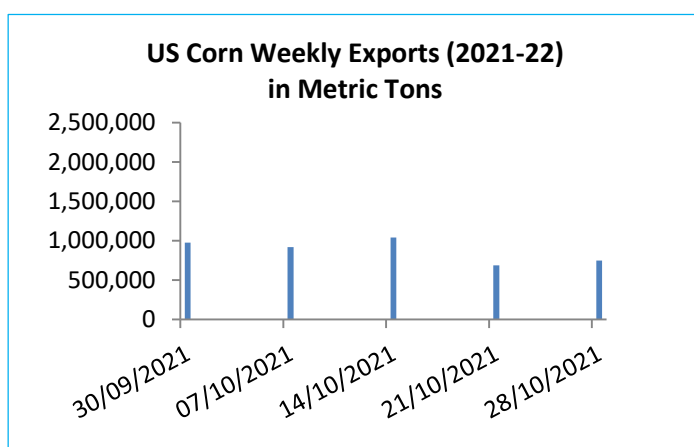


DOMESTIC MAIZE OUTLOOK:

Agriwatch expects that maize would trade steady with mixed bias for coming near term. However crop arriving in market with high moisture content is being traded at lower rates. Also, production estimates happens to be lower than what is required, this will provide support to maize market in coming weeks.

INTERNATIONAL MARKET HIGHLIGHT:

U.S. Maize exports have reached to 58.93 MMT for the 2021-22 marketing year, with the exports of 7.48 MMT for the period of (22nd Oct – 28th Oct) 2021, exports were up by 9 percent from the previous week but down by 17 percent from the prior 4-week average, to the destinations like Mexico (317,300 MT), Japan (162,900 MT), Colombia (136,200 MT), Venezuela (43,600 MT), and Nicaragua (26,300 MT).



PREVIOUS UPDATES

USDA increased its World Maize Ending Stock Estimate by 4.11 MMT to 301.742 MMT for October'21/ 2021-22, USDA also increased its World Maize Production Estimates by 0.44 MMT to 119.215 MMT for October'21/ 2021-22. USDA also increased the Ending stock estimates for U.S at 33.10 MMT for October'21/ 2021-22. USDA kept its Ending Stock Estimates for Argentina and Brazil same at, 2.62 MMT and 8.43 MMT for October'21/ 2021-22, respectively.

In the U.S, as of 1st November, 2021, 74% of the corn crop has been harvested as compared to 81% for same time duration last year and 66% as compared to last four year average.

INTERNATIONAL CORN OUTLOOK:

Corn on CBOT fell by 6.00 USD/MT to 217.71 USD/MT for December '21 contract as compared to previous week, on the account of mixed demand maintained over last week and also there was a correction in Corn on CBOT. Agriwatch expects that Corn on CBOT would remain in corrective mode above current support level.

ANNEXURE
MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

Maize (Corn) Weekly Prices:						
Market	Grade	03-Nov-21	27-Oct-21	04-Oct-21	02-Nov-20	04-Nov-19
Naugachia	Bilty	1850	1850	1825	1450	Closed
Delhi	Hybrid Maize(U.P.)	1850	1850	1850	1600	2150
Davangere	Loose	1650	1600	1600	1320	1900
Shimoga	Bilty	Closed	NA	2300	1350	Closed
Ranebennur	Bilty	Closed	NA	Closed	1360	2100
Bagalkot	Hybrid/Local	Closed	1685	1635	1430	2090
Gadag	Local	Closed	1620	1450	1640	Closed
Nizamabad	Bilty	Closed	1850	1900	1350	Closed
Khanna	Bilty	Closed	1750	1750	1200	Closed
Sangli	Feed	1833	1863	2043	1504	2136
Ahmedabad	Feed	Closed	1800	2000	1480	2200

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	05-Nov-21	29-Oct-21	Change
Corn CBOT Prices	Dec-21	217.71	223.71	-6.00
	Mar-22	221.35	226.86	-5.51
	May-22	223.32	228.24	-4.92
	July-22	223.91	227.84	-3.93
	Sep-22	215.94	218.4	-2.46

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