

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. 1,850 per quintal. Loose maize 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. 1,950 per quintal.

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 has improved as compared to past week. Good quality maize is being supplied to Bangladesh between Rs. 1900- Rs. 2000 per quintal sourced from West Bengal. Also, poultry demand seems to be revived in Kolkata and Siliguri.

RABI MAIZE SOWING UPDATE

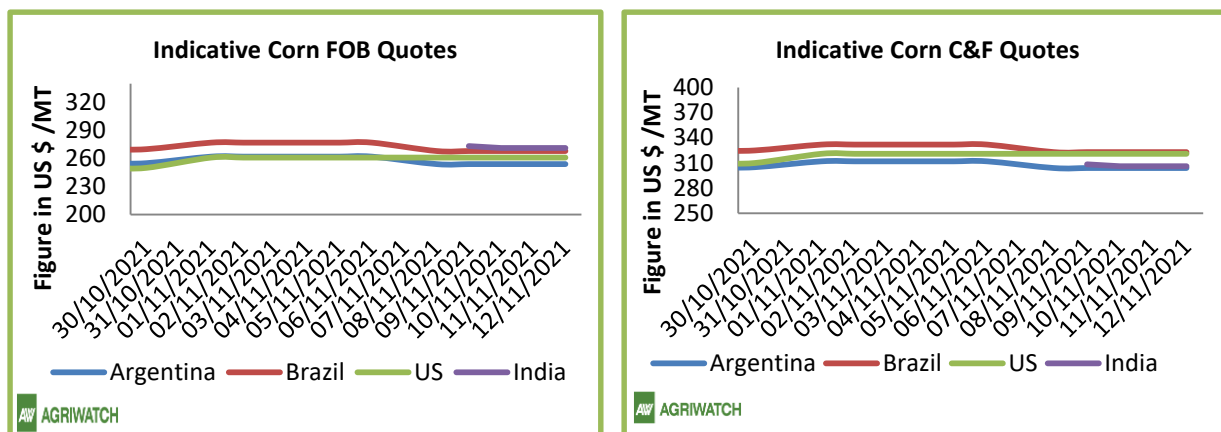
Rabi maize sowing is delayed in Bihar, West Bengal and Maharashtra due to water logged field conditions and other weather related constraints.

INTERNATIONAL CORN MARKET SUMMARY

Corn on CBOT rose by 9.54 USD/MT to 227.25 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 consolidated in current zone.

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.74.49)				
As on 11.11.2021	Argentina	Brazil	US	India
FOB	254.00	268.00	261.00	271.18
C&F	304.00	323.00	321.00	306.18

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

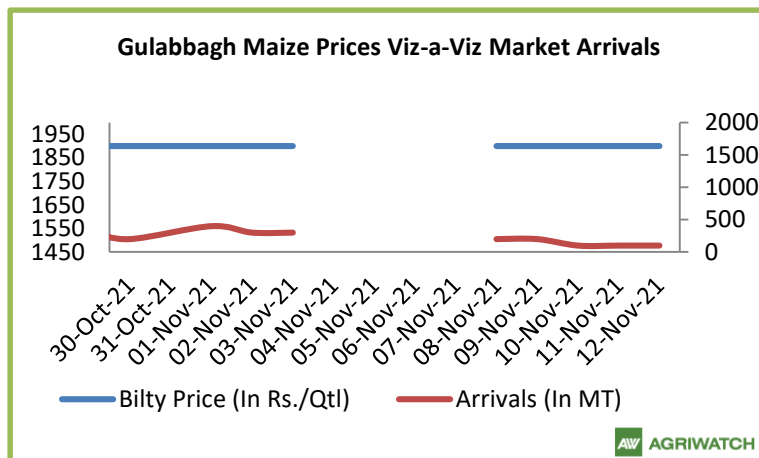
As per the sources 13,000MT of Maize Vessel BLUE LOTUS has completed loading at Vizag port. And 23,100MT of Maize Vessel AQUALEO has completed loading at Hazira port on 30th August, 2021. Also 25,000MT of Maize Vessel CHARLENE completed loading, at Gangavaram port since 19th August, 2021.

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:

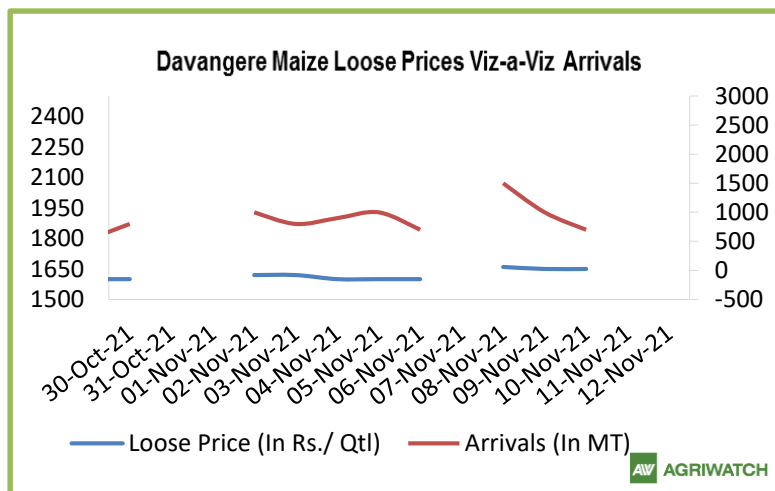
BIHAR:

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. 1,650 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.

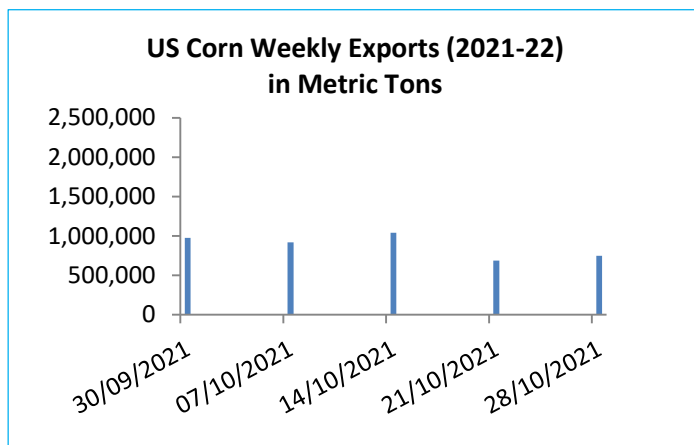


DOMESTIC MAIZE OUTLOOK:

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 2.67 MMT to 304.417 MMT for November'21/ 2021-22, USDA also increased its World Maize Production Estimates by 6.40 MMT to 120.462 MMT for November'21/ 2021-22. USDA also decreased the Ending stock estimates for U.S at 37.93 MMT for November'21/ 2021-22. USDA kept its Ending Stock Estimates for Argentina same at, 2.62 MMT whereas, USDA increased its Maize Ending Stock Estimate for Brazil at 8.93 MMT for November'21/ 2021-22, respectively.

In the U.S, as of 8th November, 2021, 84% of the corn crop has been harvested as compared to 90% for same time duration last year and 78% as compared to last four year average.

INTERNATIONAL CORN OUTLOOK:

Corn on CBOT rose by 9.54 USD/MT to 227.25 USD/MT for December '21 contract as compared to previous week, on the account of mixed demand maintained over last week. Agriwatch expects that Corn on CBOT would remain consolidated in current zone.

ANNEXURE
MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

Maize (Corn) Weekly Prices:						
Market	Grade	12-Nov-21	06-Nov-21	12-Oct-21	11-Nov-20	12-Nov-19
Naugachia	Bilty	1875	Closed	1850	1550	2125
Delhi	Hybrid Maize(U.P.)	1850	Closed	1800	1540	NA
Davangere	Loose	1660	1600	1600	1380	NA
Shimoga	Bilty	NA	NA	NA	1390	1750
Ranebennur	Bilty	NA	NA	NA	NA	1900
Bagalkot	Hybrid/Local	NA	1710	1605	1470	1760
Gadag	Local	NA	1640	1420	1400	NA
Nizamabad	Bilty	1800	Closed	1850	Closed	NA
Khanna	Bilty	1800	Closed	1750	1280	NA
Sangli	Feed	1828	1836	1851	1515	1905
Ahmedabad	Feed	1800	Closed	1825	1600	NA

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	17-Nov-21	05-Nov-21	Change
Corn CBOT Prices	Dec-21	227.25	217.71	9.54
	Mar-22	230.30	221.35	8.95
	May-22	231.78	223.32	8.46
	July-22	231.78	223.91	7.87
	Sep-22	220.66	215.94	4.72

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