

# Maize Weekly Research Report

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**EXECUTIVE SUMMARY****DOMESTIC MAIZE MARKET SUMMARY**

Agriwatch expects that maize would trade steady to range bound bias for coming near term, due to slow demand prices would not rise in near term. Whereas, in long run due to predicted late and reduced Rabi arrivals along with expectation of increase in demand as per seasonality trend prices would rise.

**MAIZE TRADE SCENARIO**

Sources revealed that good quality maize is being traded in Bihar between Rs. 1,975 to Rs.2,050 per quintal. Also, poultry demand seems to have slowed down since past two weeks. Poultry feed maize is being supplied to Kolkata and Siliguri at Rs. 2,000 per quintal sourced from Bihar.

Sources revealed that maize in Nizamabad market is being traded at Rs. 1,850 per quintal. Loose maize in market of Davangere, Karnataka is being traded between Rs. 1,600 per quintal to Rs. 1,650 per quintal.

**RABI MAIZE SOWING UPDATE**

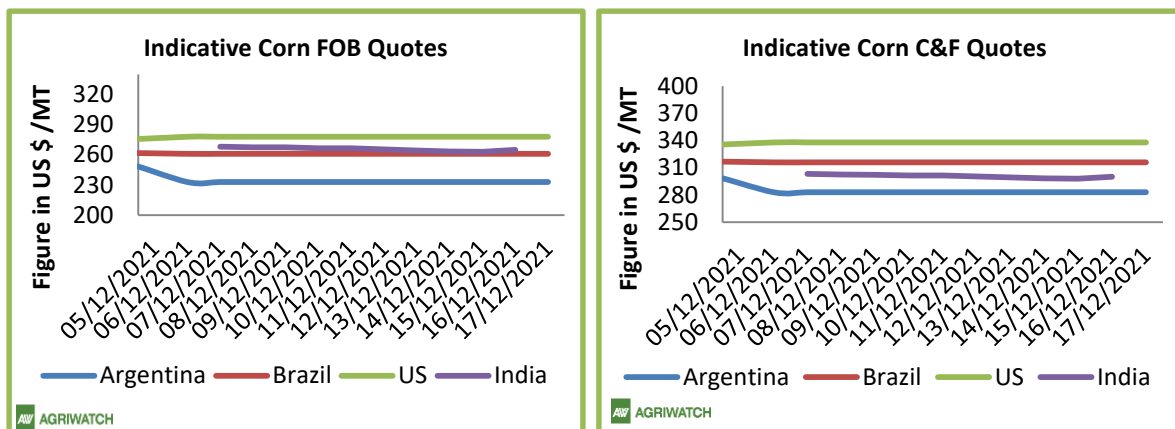
According to latest sowing data acreage cover under Rabi Maize as of 10th Dec. 2021 in India is 8.81 lakh hectare as compared to 8.72 lakh hectare for same period previous year. Highest acreage cover is in Bihar at 2.37 lakh hectare, followed by Tamil Nadu and Maharashtra at 1.68 lakh hectare and 1.64 lakh hectare respectively.

**INTERNATIONAL CORN MARKET SUMMARY**

Corn on CBOT fell by 16.24 USD/MT to 215.44 USD/MT for December '21 contract as compared to previous week. Agriwatch expects that Corn on CBOT would be affected by higher prices of corn in international market on one hand and demand from the ethanol production industry on other hand.

U.S. Maize exports have reached to 116.44 MMT for the 2021-22 marketing year, with the exports of 10.93 MMT for the period of (3rd Nov – 9th Dec) 2021, exports were up by 21 percent from the previous week and up by 11 percent from prior 4-week average, to the destinations like Mexico (317,000 MT, including 28,300 MT - late), China (274,800 MT), Japan (192,700 MT), Canada (158,600 MT), and Colombia (131,400 MT).

### EXPORT PARITY TREND



Indian C&F Rate to Thailand vs. other Countries (\$1=Rs.76.07)				
As on 15.12.2021	Argentina	Brazil	US	India
<b>FOB</b>	233.00	261.00	278.00	262.92
<b>C&amp;F</b>	283.00	316.00	338.00	297.92

As depicted by the above data, 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 November'21

As per the trade sources, India exported around 2,99,702 MT of Maize in November 2021 at an average FoB of US\$ 273.90 per MT, out of which, 1,00,438 MT was exported to Bangladesh at an average FoB of US\$ 276.12 per MT, also 71,323 MT was exported to Malaysia at an average FoB of US\$ 282.96 per MT. Around 60,750 MT was exported to Vietnam at an average FoB of US\$ 281.91 per MT and approximately 45,217 MT was exported to Nepal at an average FoB of US\$ 264.32 per MT.

### VESSEL POSITION

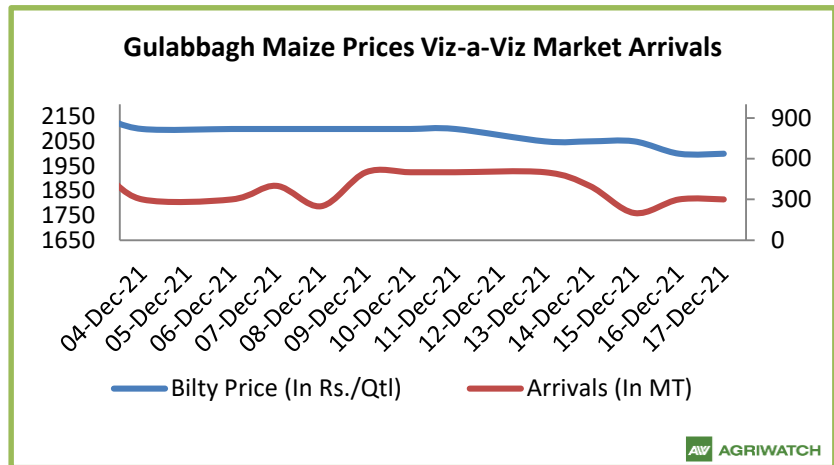
As per the source, 48,000MT of Maize Vessel ANNA META is waiting at berth for loading at Vizag port since 13th December, 2021. Also, 53,500MT of Maize Vessel MAGIC STRIKER, is waiting at berth for loading at Chennai port since 2nd December, 2021 And 23,100MT of Maize Vessel AQUALEO has completed loading at Hazira port on 30th August, 2021.

### CURRENT MARKET DYNAMICS

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

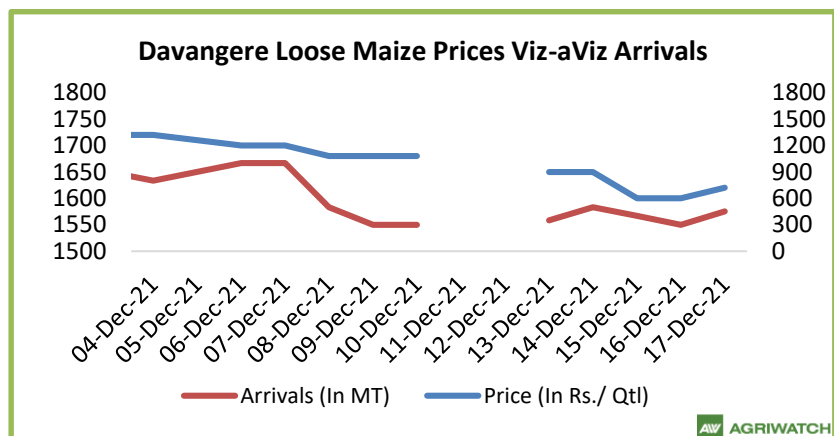
### BIHAR:

In Gulabghat region of Bihar, maize is being traded at Rs. 2,000 per quintal (Bilty Price). Maize in Gulabghat would trade in the range of Rs. 1,850 – Rs. 2,200 per quintal for this week with range bound to steady sentiment in near term due to slowed demand and increased arrivals.



### KARNATAKA:

In Davangere region of Karnataka Market, loose maize is being traded at Rs. 1,600 per quintal to Rs. 1,650 per quintal. Maize in Davangere region would trade in the range of Rs. 1,600 - Rs. 1,750 per quintal, in range bound zone, due to slowed demand and increased arrivals.

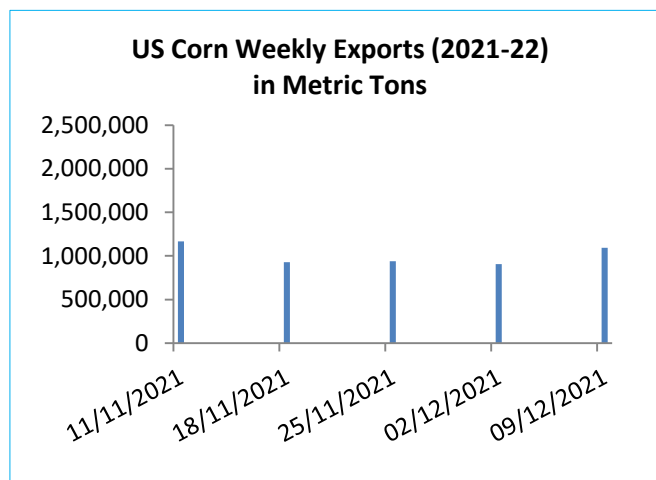


### DOMESTIC MAIZE OUTLOOK:

Agriwatch expects that maize would trade steady to range bound bias for coming near term, due to slow demand prices would not rise in near term. Whereas, in long run due to predicted late and reduced Rabi arrivals along with expectation of increase in demand as per seasonality trend prices would rise.

### INTERNATIONAL MARKET HIGHLIGHT:

U.S. Maize exports have reached to 116.44 MMT for the 2021-22 marketing year, with the exports of 10.93 MMT for the period of (3rd Nov – 9th Dec) 2021, exports were up by 21 percent from the previous week and up by 11 percent from prior 4-week average, to the destinations like Mexico (317,000 MT, including 28,300 MT - late), China (274,800 MT), Japan (192,700 MT), Canada (158,600 MT), and Colombia (131,400 MT).



### PREVIOUS UPDATES

USDA increased its World Maize Ending Stock Estimate by 1.12 MMT to 305.543 MMT for December'21/ 2021-22, USDA also increased its World Maize Production Estimates by 4.11 MMT to 120.873 MMT for December'21/ 2021-22. While USDA kept its Ending Stock Estimates same for U.S at 37.93 MMT for December'21/ 2021-22. USDA also, kept its Ending Stock Estimates for Argentina and Brazil same at, 2.62 MMT and 8.93 MMT respectively for December'21/ 2021-22.

In the U.S, as of 22nd November, 2021, 95% of the corn crop has been harvested as compared to 97% for same time duration last year and 92% as compared to last four year average.

### INTERNATIONAL CORN OUTLOOK:

Corn on CBOT fell by 16.24 USD/MT to 215.44 USD/MT for December '21 contract as compared to previous week. Agriwatch expects that Corn on CBOT would be affected by higher prices of corn in international market on one hand and demand from the ethanol production industry on other hand.

**ANNEXURE**
**MAIZE SPOT MARKET PRICES (RS. /QUINTAL)**

Maize (Corn) Weekly Prices:						
Market	Grade	17-Dec-21	10-Dec-21	16-Nov-21	16-Dec-20	17-Dec-19
Naugachia	Bilty	2025	2100	1850	1550	2300
Delhi	Hybrid Maize(U.P.)	1850	1925	1800	1560	2250
Davangere	Loose	1620	1680	1650	1390	1950
Shimoga	Bilty	NA	1700	NA	NA	1860
Ranebennur	Bilty	NA	1800	1700	NA	1950
Bagalkot	Hybrid/Local	1700	1710	1680	1445	1990
Gadag	Local	NA	1670	1640	1370	1900
Nizamabad	Bilty	1850	1850	1800	1500	2050
Khanna	Bilty	1840	1940	1760	1500	2090
Sangli	Feed	1862	1902	1820	1519	2062
Ahmedabad	Feed	1850	1880	1800	1550	NA

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	16-Dec-21	09-Dec-21	Change
Corn CBOT Prices	Dec-21	215.44	231.68	-16.24
	Mar-22	232.77	232.27	0.50
	May-22	233.36	233.06	0.30
	July-22	232.96	232.67	0.29
	Sep-22	221.64	222.14	-0.50

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