

# Maize Weekly Research Report

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## **EXECUTIVE SUMMARY**

### **DOMESTIC MAIZE MARKET SUMMARY**

Maize would trade steady to firm due to decreased arrivals, also predicted late Rabi arrivals along with expectation of increase in demand as per seasonality trend would lead to rise in prices during mid-Jan to mid - Feb, till new rabi arrivals start.

### **MAIZE TRADE SCENARIO**

Sources revealed that good quality maize is being traded in Bihar between Rs. 2,100 to Rs. 2,150 per quintal. Also, poultry demand seems to have recovered. Poultry feed maize is being supplied to Kolkata and Siliguri at Rs. 2,100 per quintal sourced from Gulabghat, Bihar. Also lower quality feed purpose maize is being exported to Bangladesh at Rs. 2,100 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 at Rs. 1,600 per quintal. Stockiest demand seems to be active at Rs. 1,800 per quintal of godown delivery rate in Davangere.

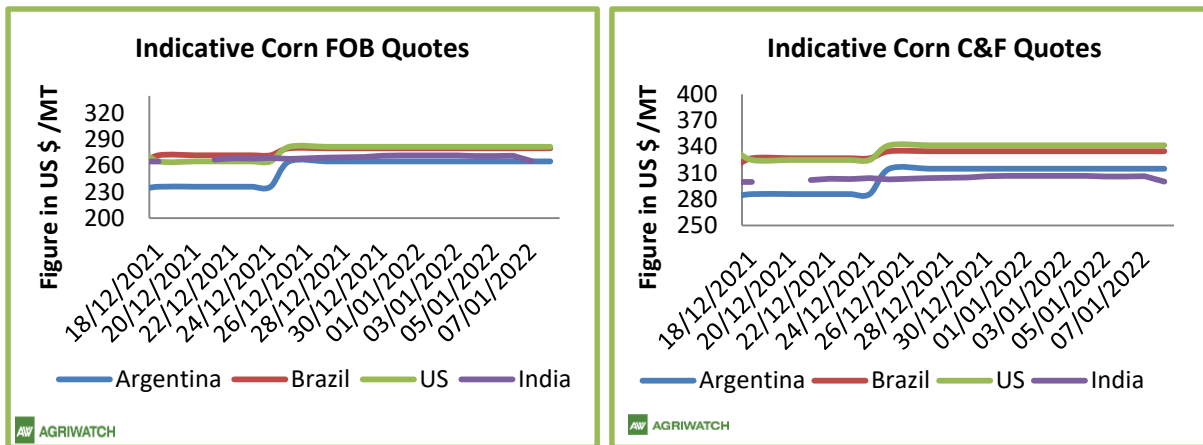
### **RABI MAIZE SOWING UPDATE**

According to latest sowing data acreage cover Under Rabi Maize as of 31st Dec. 2021 in India is 14.80 lakh hectare as compared to 12.89 lakh hectare for same period previous year. Highest acreage cover is in Bihar at 4.94 lakh hectare, followed by Maharashtra and Tamil Nadu at 2.44 lakh hectare and 1.85 lakh hectare respectively. In Bihar and West Bengal, Rabi maize sowing has been completed almost.

### **INTERNATIONAL CORN MARKET SUMMARY**

Corn on CBOT increased by 4.23 USD/MT to 238.87 USD/MT for December '21 contract as compared to previous week. Agriwatch expects that Corn on CBOT would be supported in coming future by the forecast of dry weather conditions in Brazil and Argentina.

U.S. Maize exports have reached to 136.67 MMT for the 2021-22 marketing year, with the exports of 9.21 MMT for the period of (24th Dec – 30th Dec) 2021, exports were up by 7 percent from the previous week but down by 2 percentage from the prior 4-week average, to the destinations like Japan (221,100 MT), Mexico (210,500 MT), Colombia (179,500 MT), China (135,100 MT), and Canada (113,400 MT). Agriwatch expects that dry weather related conditions in Brazil and Argentina could provide support to U.S corn exports.

**EXPORT PARITY TREND**


Indian C&F Rate to Thailand vs. other Countries (\$1=Rs.74.51)				
As on 05.01.2022	Argentina	Brazil	US	India
FOB	265.00	280.00	281.77	271.10
C&F	315.00	335.00	341.77	306.10

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**

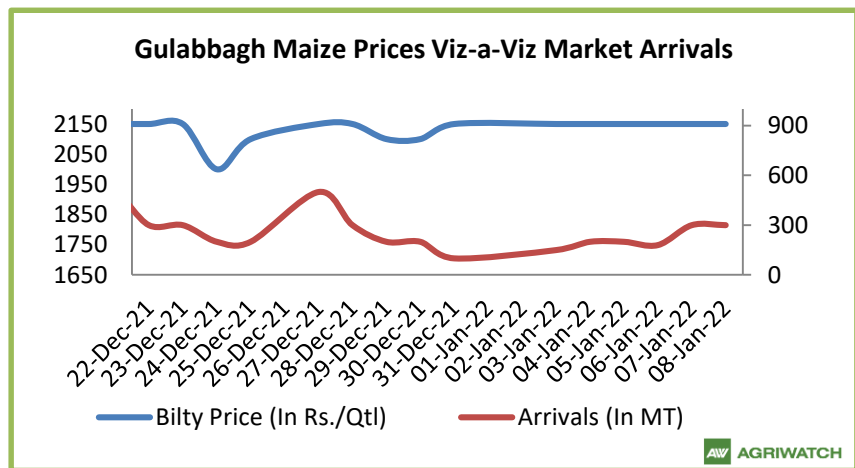
As per the source, 28,800 MT Maize Vessel BLUE ALEXANDRA was expected to arrive on Chennai port by 6th January 2022 and 33,000 MT Maize Vessel FAITH was expected to arrive on Vizag port by 5th January 2022. And, 5300 MT Maize Vessel PERTH I is lined up. And, 48,000MT of Maize Vessel ANNA META is waiting 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.

### CURRENT MARKET DYNAMICS

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

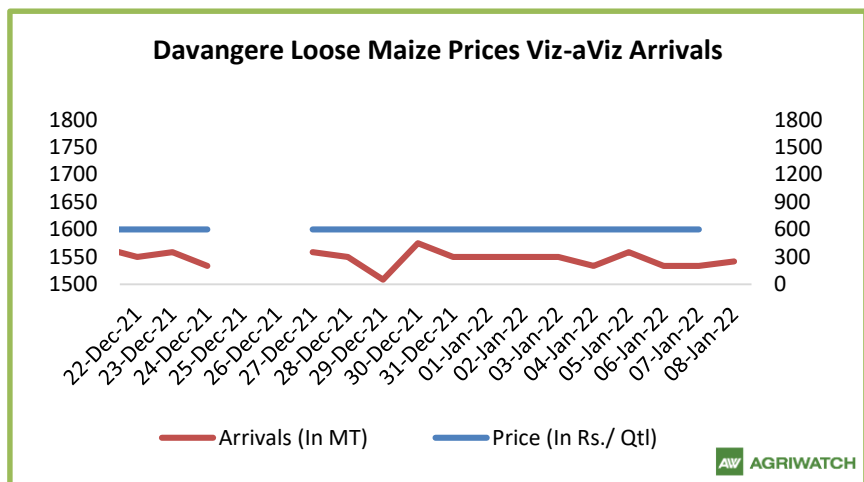
#### BIHAR:

In Gulabbagh region of Bihar, maize is being traded at Rs. 2,150 per quintal (Bilty Price). Maize in Gulabbagh would trade in the range of Rs. 1,900 – Rs. 2,500 per quintal for this week with range bound to steady sentiment in near term.



#### 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.

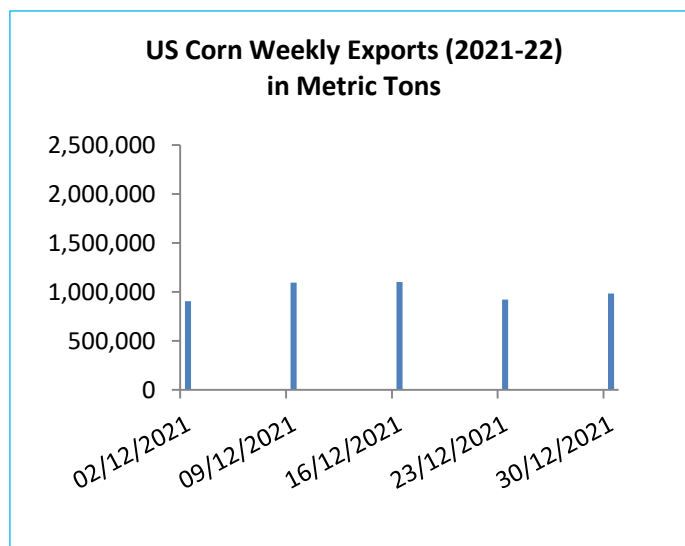


### DOMESTIC MAIZE OUTLOOK:

Maize would trade steady to firm due to decreased arrivals, also predicted late Rabi arrivals along with expectation of increase in demand as per seasonality trend would lead to rise in prices during mid-Jan to mid - Feb, till new rabi arrivals start.

### **INTERNATIONAL MARKET HIGHLIGHT:**

U.S. Maize exports have reached to 136.67 MMT for the 2021-22 marketing year, with the exports of 9.21 MMT for the period of (24th Dec – 30th Dec) 2021, exports were up by 7 percent from the previous week but down by 2 percentage from the prior 4-week average, to the destinations like Japan (221,100 MT), Mexico (210,500 MT), Colombia (179,500 MT), China (135,100 MT), and Canada (113,400 MT). Agriwatch expects that dry weather related conditions in Brazil and Argentina could provide support to U.S corn exports.



### **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 increased by 4.23 USD/MT to 238.87 USD/MT for December '21 contract as compared to previous week. Agriwatch expects that Corn on CBOT would be supported in coming future by the forecast of dry weather conditions in Brazil and Argentina.

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

Maize (Corn) Weekly Prices:						
Market	Grade	07-Jan-22	30-Dec-21	07-Dec-21	06-Jan-21	07-Jan-20
Naugachia	Bilty	2150	2050	2100	1450	NA
Delhi	Hybrid Maize(U.P.)	1900	1900	1925	1500	2200
Davangere	Loose	1600	1600	1700	1300	1950
Shimoga	Bilty	NA	1650	1700	NA	1900
Ranebennur	Bilty	NA	NA	1730	1380	NA
Bagalkot	Hybrid/Local	NA	1690	1720	1375	1970
Gadag	Local	1675	1620	1610	1360	1890
Nizamabad	Bilty	1850	1850	1850	1450	2025
Khanna	Bilty	1910	1890	1925	1400	2140
Sangli	Feed	1916	1871	1912	1526	2073
Ahmedabad	Feed	1850	1850	1850	1480	2100

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	07-Jan-22	30-Dec-21	Change
Corn CBOT Prices	Mar-22	238.87	234.64	4.23
	May-22	239.26	234.93	4.33
	July-22	237.98	234.04	3.94
	Sep-22	224.99	221.64	3.35
	Dec-22	219.58	214.85	4.73

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