

Maize Weekly Research Report

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EXECUTIVE SUMMARY

DOMESTIC MAIZE MARKET SUMMARY

Maize would trade with firm to slightly steady sentiment in coming week since almost eighty to ninety percent of previous season's arrivals have already reached market and demand is steady as per the seasonality. It is also expected that the Rabi arrivals will be slightly delayed

MAIZE TRADE SCENARIO

Good quality maize, with optimum moisture content is being traded in Bihar at Rs. 2,250 per quintal. Also, poultry demand seems to have recovered. Maize sourced from M.P is being supplied to Kerala and Tamil Nadu, to fulfill the demand of poultry industry. Also lower quality feed purpose maize is being exported to Bangladesh between Rs. 2,200 to Rs. 2,300 per quintal sourced from Bihar.

Sources revealed that maize in Nizamabad market is being traded at Rs. 1,900 per quintal. Loose maize in market of Davangere, Karnataka is being traded at Rs. 1,700 per quintal. Stockist demand seems to be active at current Maize prices in Andhra Pradesh and Telengana.

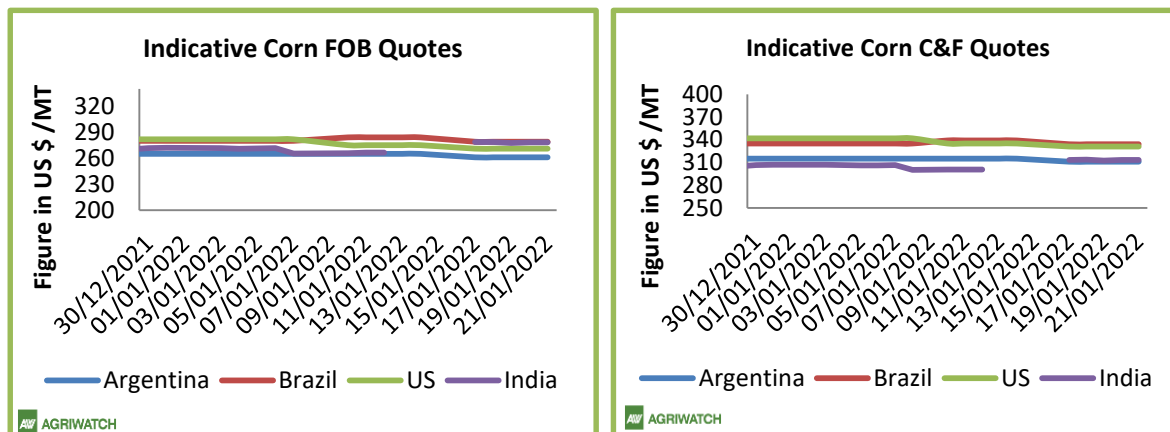
RABI MAIZE SOWING UPDATE

According to latest sowing data, acreage cover under Rabi Maize as of 14th Jan 2022 in India is 16.66 lakh hectare. Highest acreage cover is in Bihar at 5.58 lakh hectare, followed by Maharashtra and Tamil Nadu at 2.75 lakh hectare and 1.89 lakh hectare respectively.

As per the current scenario, it is expected that Rabi Maize arrivals in Bihar would start around May 2022.

INTERNATIONAL CORN MARKET SUMMARY

Corn on CBOT increased by 9.25 USD/MT to 240.54 USD/MT for March '22 contract as compared to previous week. U.S. Maize exports have reached to 169.622 million metric tonnes (MMT) for the 2021-22 marketing year, with the exports of 12.97 MMT for the period of 06th Jan 2022– 13th Jan 2022, these exports were up by 28 percent from the previous week and up by 29 percentage from the prior 4-week average

EXPORT PARITY TREND


Indian C&F Rate to Thailand vs. other Countries (\$1=Rs.74.61)				
As on 19.01.2022	Argentina	Brazil	US	India
FOB	261.00	279.00	271.00	277.44
C&F	311.00	334.00	331.00	312.44

As depicted by the above data, there has been parity for Indian maize, though Argentina remains the most competitive.

INDIAN EXPORTS FOR THE MONTH OF December'21

As per the trade sources, India exported around 4,54,711 MT of Maize in December 2021 at an average FoB of US\$ 279.61 per MT, out of which, 90,201 MT was exported to Bangladesh at an average FoB of US\$ 289.46 per MT, also 5,937 MT was exported to Sri Lanka at an average FoB of US\$ 284.75 per MT. Around 2,73,984 MT was exported to Vietnam at an average FoB of US\$ 279.07 per MT and approximately 65,210 MT was exported to Nepal at an average FoB of US\$ 269.87 per MT.

VESSEL POSITION

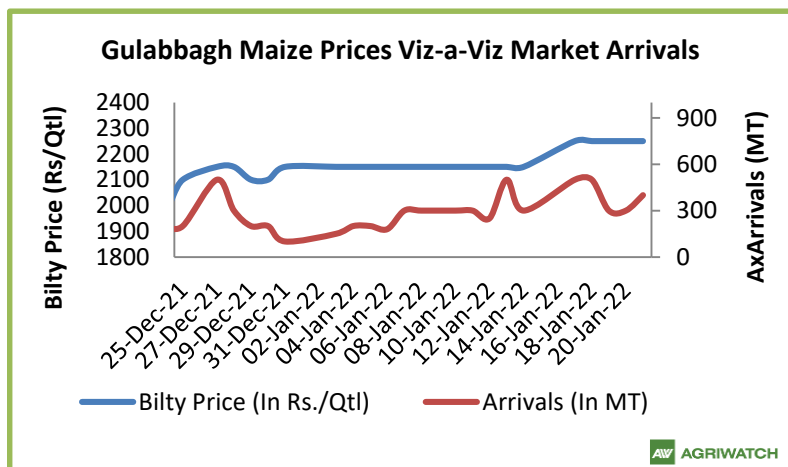
As per the source, 26,360 metric tonnes (MT) of Maize Vessel TAN BINH 279 is lined up and 28,800 MT of Maize Vessel BLUE ALEXANDRA is waiting at berth for loading on Chennai port since 7th January 2022 and 33,000 MT of Maize Vessel FAITH is waiting at berth for loading on Vizag port since 7th January 2022. And, 53000 MT of Maize Vessel PERTH I is waiting at berth for loading on Vizag port. Also, 48,000MT of Maize Vessel ANNA META completed loading at Vizag port on 10th Jan 2022.

CURRENT MARKET DYNAMICS

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

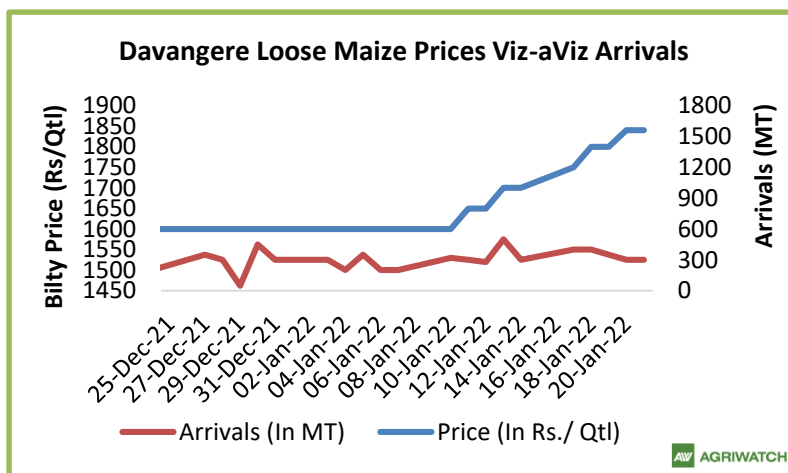
BIHAR:

In Gulabbagh region of Bihar, maize is being traded at Rs. 2,250 per quintal (Bilty Price). Maize in Gulabbagh would trade in the range of Rs. 2,200 – Rs. 2,400 per quintal with a steady to firm bias for this week, with expectation of new Rabi arrivals by May 2022.



KARNATAKA:

In Davangere region of Karnataka Market, loose maize is being traded at Rs. 1,840 per quintal to Maize in Davangere region would trade in the range of Rs. 1,850 - Rs. 2,000 per quintal, with firm bias for this week, with expectation of decreased arrivals and increasing demand from Tamil Nadu feed makers.

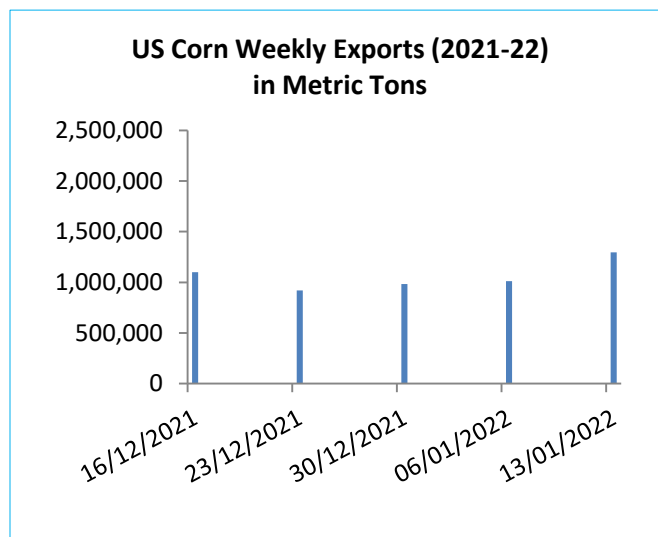


DOMESTIC MAIZE OUTLOOK:

Maize would trade with firm to slightly steady sentiment in the coming week since almost eighty to ninety percent of kharif arrivals have already reached the market and demand is steady as per the seasonality. It is also expected that the Rabi arrivals will be slightly delayed

INTERNATIONAL MARKET HIGHLIGHT:

U.S. Maize exports have reached to 169.622 million metric tonnes (MMT) for the 2021-22 marketing year, with the exports of 12.97 MMT for the period of 06th Jan 2022– 13th Jan 2022, these exports were up by 28 percent from the previous week and up by 29 percentage from the prior 4-week average, to the destinations like China (349,300 MT), Mexico (321,900 MT), Japan (214,500 MT, including 500 MT – late), Colombia (131,700 MT), and Saudi Arabia (81,300 MT). Agriwatch expects that dry weather related conditions in Brazil and Argentina is expected to provide support to U.S corn exports.



PREVIOUS UPDATES

USDA decreased its World Maize Ending Stock Estimate by 2.47 MMT to 303.067 MMT for January'22/ 2021-22, USDA also decreased its World Maize Production Estimates by 1.77 MMT to 120.696 MMT for January'22/ 2021-22. USDA also increased its Ending Stock Estimates for U.S by 1.17 at 39.11 MMT for January'22/ 2021-22. USDA also, decreased its Ending Stock Estimates for Argentina by 0.5 MMT to 2.12 MMT January'22/ 2021-22 and for Brazil USDA decreased its Ending Stock Estimates by 2.7 MMT to 6.23 MMT for January'22/ 2021-22.

INTERNATIONAL CORN OUTLOOK:

Corn on CBOT increased by 9.25 USD/MT to 240.54 USD/MT for March '22 contract as compared to previous week. Agriwatch expects that Corn on CBOT would be supported in coming future by the dry weather conditions in Brazil and Argentina.

ANNEXURE

Maize (Corn) Weekly Prices:						
Market	Grade	21-Jan-22	14-Jan-22	21-Dec-21	20-Jan-21	21-Jan-20
Naugachia	Bilty	2200	2125	2150	1400	NA
Delhi	Hybrid Maize(U.P.)	2000	1900	1875	1450	2150
Davangere	Loose	1840	1700	1600	1300	1900
Shimoga	Bilty	1800	NA	1680	1320	1900
Ranebennur	Bilty	NA	NA	1805	NA	1950
Bagalkot	Hybrid/Local	1805	1755	1710	1440	1845
Gadag	Local	NA	1770	1580	1390	1840
Nizamabad	Bilty	1900	Closed	1860	1400	2050
Khanna	Bilty	1975	1940	1900	1380	2110
Sangli	Feed	2059	1969	1876	1531	1956
Ahmedabad	Feed	2100	1900	1800	1500	NA

MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	22-Jan-22	13-Jan-22	Change
Corn CBOT Prices	Mar-22	240.54	231.29	9.25
	May-22	240.44	232.08	8.36
	July-22	238.77	231.39	7.38
	Sep-22	226.86	223.32	3.54
	Dec-22	221.35	219.58	1.77

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