

# Maize Weekly Research Report

## Contents

- ❖ Executive Summary
- ❖ Maize Trade Scenario
- ❖ Rabi Maize Sowing Update
- ❖ International Corn Market Summary
- ❖ Export-Import Parity Trend
- ❖ Exports for the Month of December'21
- ❖ Vessel Position
- ❖ Current Market
- ❖ Dynamics Domestic Maize Outlook
- ❖ Internationals Market: Highlights/Current Developments
- ❖ International Corn Outlook
- ❖ Annexure

## **EXECUTIVE SUMMARY**

### **DOMESTIC MAIZE MARKET SUMMARY**

Maize would trade with firm to steady sentiment in coming week since almost ninety percent of previous season's arrivals have already reached market, low arrivals in major spot markets and demand being 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 between Rs. 2,100 to Rs. 2,350 per quintal. Also, poultry demand seems to be strong. Maize sourced from Bihar is being supplied to Kolkata and Siliguri to fulfill the demand of poultry industry, at the rate of Rs. 2,250 per quintal. Also, average quality feed purpose maize is being exported to Bangladesh between Rs. 2,250 per quintal sourced from Bihar.

Sources revealed that maize in Nizamabad market is being traded at Rs. 2,000 per quintal. Loose maize in market of Davangere, Karnataka is being traded at Rs. 2,000 per quintal. Stockiest demand seems to be active at approximate Rs. 2,050 per quintal of godown delivery rate in Davangere.

### **RABI MAIZE SOWING UPDATE**

According to latest sowing data, as of 21st January 2022, acreage cover under Rabi Maize in India has reached at 17.83 lakh hectare as compared to 16.31 lakh hectare previous year same time. Highest acreage cover seen in Bihar at 5.86 lakh hectare, followed by Maharashtra and Tamil Nadu at 2.96 lakh hectare and 1.89 lakh hectare respectively.

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

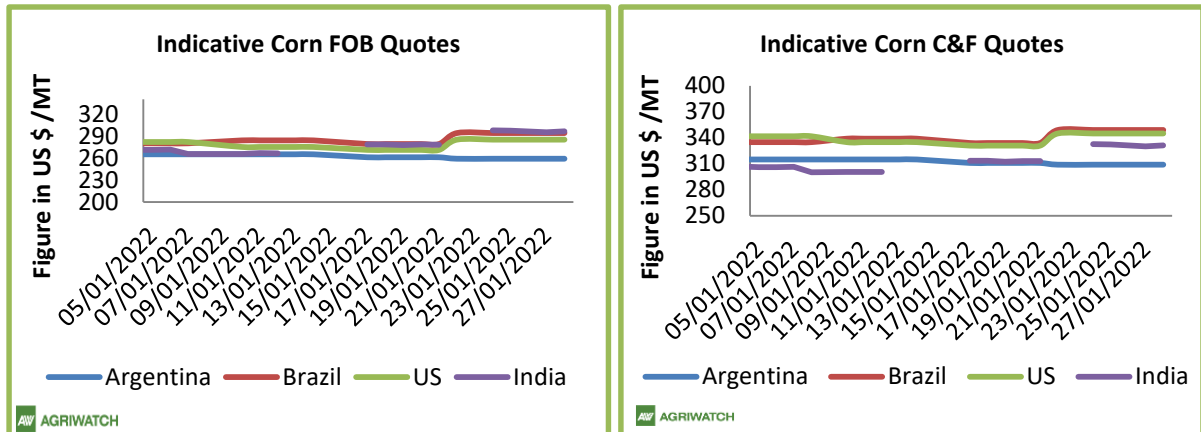
### **INTERNATIONAL CORN MARKET SUMMARY**

Corn on CBOT increased by 8.76 USD/MT to 249.30 USD/MT for March '22 contract as compared to previous week.

U.S. Maize exports have reached to 183.990 million metric tonnes (MMT) for the 2021-22 Marketing Year, with the exports of 14.36 MMT for the period of 14th Jan 2022– 20th Jan 2022, these exports were up by 11 percent from the previous week and up by 36 percentage from the prior 4-week average.



#### EXPORT PARITY TREND



Indian C&F Rate to Thailand vs. other Countries (\$1=Rs.74.65)				
As on 25.01.2022	Argentina	Brazil	US	India
FOB	259.00	294.00	285.00	297.39
C&F	309.00	349.00	345.00	332.39

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

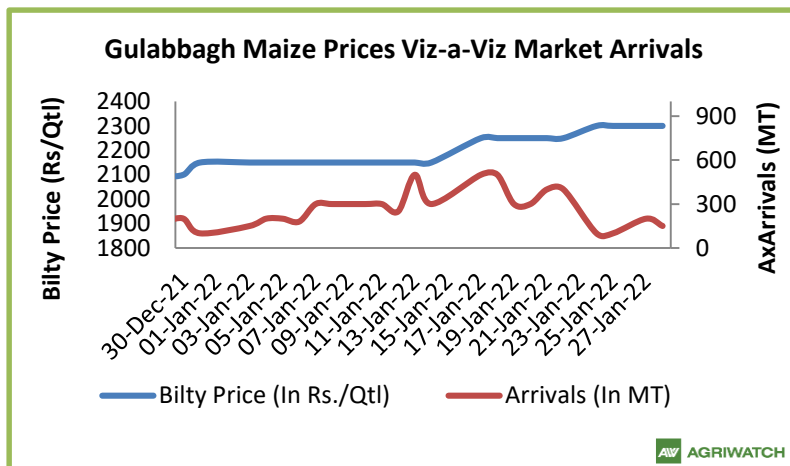
As per the source, 26,360 metric tonnes (MT) of Maize Vessel TAN BINH 279 is waiting at berth for loading at Krishnapathnam port since 20th Jan 2022. While 28,800 MT of Maize Vessel BLUE ALEXANDRA has completed loading at Chennai port since and 33,000 MT of Maize Vessel FAITH has completed loading at Vizag port. Also, 53000 MT of Maize Vessel PERTH I and, 48,000MT of Maize Vessel ANNA META completed loading at Vizag port.

### CURRENT MARKET DYNAMICS

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

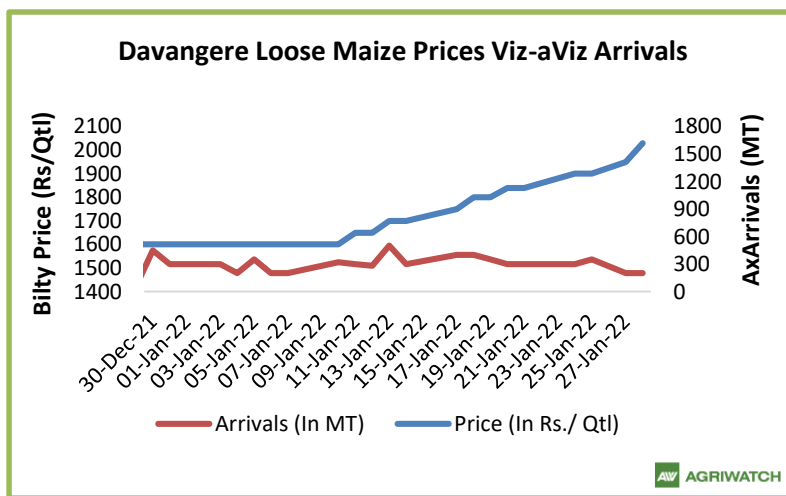
#### BIHAR:

In Gulabghat region of Bihar, maize is being traded at Rs. 2,300 per quintal (Bilty Price). Maize in Gulabghat would trade in the range of Rs. 2,200 – Rs. 2,500 per quintal with a steady to firm bias for this week, with expectation of new Rabi arrivals by May 2022 and decreasing arrivals of current season's crop in market.



#### KARNATAKA:

In Davangere region of Karnataka Market, loose maize is being traded between Rs. 1,900 – Rs. 2,030 per quintal to Maize in Davangere region would trade in the range of Rs. 1,900 - Rs. 2,200 per quintal, with steady to firm bias for this week, due to lower demand from poultry industry at these higher prices and expectation of decreased arrivals.

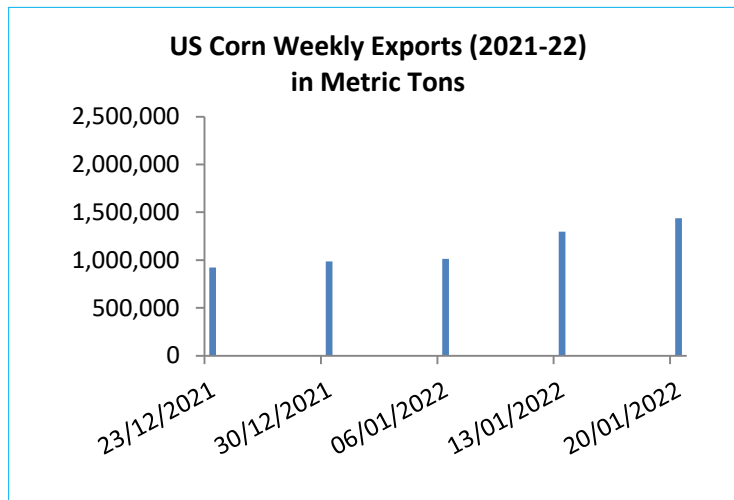


### DOMESTIC MAIZE OUTLOOK:

Maize would trade with firm to steady sentiment in coming week since almost ninety percent of previous season's arrivals have already reached market, with arrivals being very low in major spot markets 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 183.990 million metric tonnes (MMT) for the 2021-22 Marketing Year, with the exports of 14.36 MMT for the period of 14th Jan 2022– 20th Jan 2022, these exports were up by 11 percent from the previous week and up by 36 percentage from the prior 4-week average, to the destinations like Japan (415,300 MT), Mexico (371,000 MT, including 27,300 MT – late), China (347,900 MT), Canada (104,600 MT), and Colombia (61,400 MT). Agriwatch expects that tensions between Ukraine and Russia would be providing 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 8.76 USD/MT to 249.30 USD/MT for March '22 contract as compared to previous week. Agriwatch expects that Corn on CBOT would be supported in near future by the dry weather conditions prevailing in South America.

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

Maize (Corn) Weekly Prices:						
Market	Grade	28-Jan-22	21-Jan-22	28-Dec-21	28-Jan-21	28-Jan-20
Naugachia	Bilty	2250	2200	2100	1400	NA
Delhi	Hybrid Maize(U.P.)	2100	2000	1900	1470	2050
Davangere	Loose	2030	1840	1600	1300	1900
Shimoga	Bilty	NA	1800	1650	1330	1850
Ranebennur	Bilty	NA	NA	NA	NA	1850
Bagalkot	Hybrid/Local	1990	1850	1720	1445	1710
Gadag	Local	NA	1785	1620	NA	NA
Nizamabad	Bilty	2000	1900	1850	1550	2050
Khanna	Bilty	2050	1975	1900	1360	1920
Sangli	Feed	2155	2059	1871	1524	1937
Ahmedabad	Feed	2150	2100	1880	1500	1900

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	27-Jan-22	22-Jan-22	Change
Corn CBOT Prices	Mar-22	249.30	240.54	8.76
	May-22	248.12	240.44	7.68
	July-22	244.97	238.77	6.20
	Sep-22	228.04	226.86	1.18
	Dec-22	223.12	221.35	1.77

**Disclaimer**

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> © 2022 Indian Agribusiness Systems Ltd.



