

# Maize Weekly Research Report

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### EXECUTIVE SUMMARY

#### DOMESTIC MAIZE MARKET SUMMARY

Maize would trade range bound sentiment in coming week since demand seems to be steady and as market awaits the new crop.

#### MAIZE TRADE SCENARIO

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. 1,960 per quintal. Maize for poultry feed purpose is being supplied to Hyderabad feed makers at Rs. 2,200 per quintal.

Good quality Maize with optimum moisture content is being traded in Bihar between Rs. 2,200 to Rs. 2,300 per quintal. Also, domestic poultry demand for good quality seems to be strong. Average quality Maize sourced from Bihar is being supplied to Kolkata and Siliguri to fulfil the demand of poultry industry at the rate of Rs. 2,300 per quintal. Also, lower quality feed purpose maize sourced from Bihar is being exported to Bangladesh between Rs. 2,100 – Rs. 2,200 per quintal.

#### RABI MAIZE SOWING UPDATE

According to latest sowing data, as of 4th February 2022, acreage cover under Rabi Maize in India has reached at 19.31 lakh hectare as compared to 17.51 lakh hectare previous year same time. Highest acreage cover seen in Bihar at 5.96 lakh hectare, followed by Maharashtra and Tamil Nadu at 3.37 lakh hectare and 1.91 lakh hectare respectively.

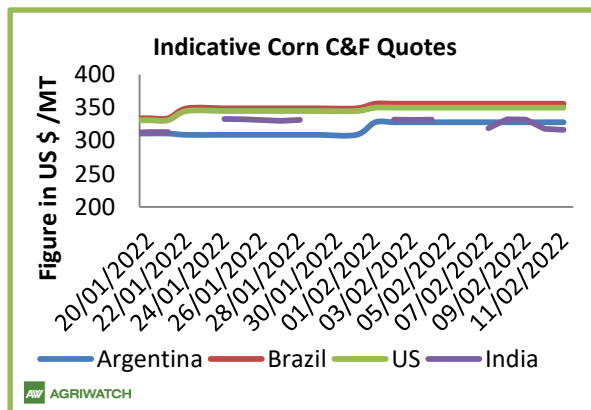
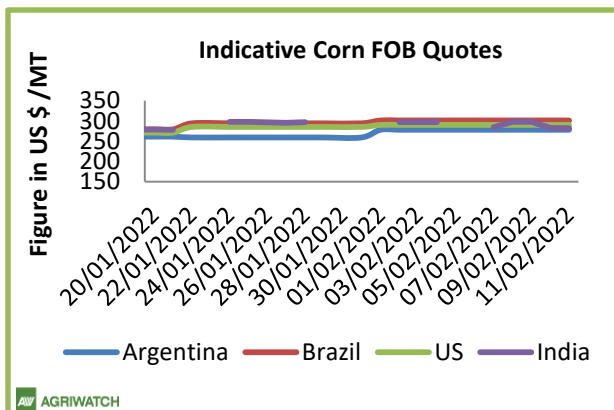
Agriwatch's current Indian Rabi Maize production for 2022 is expected to be 6.9 MMT.

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 9.85 USD/MT to 252.65 USD/MT for March '22 contract as compared to previous week.

U.S. Maize exports have reached to 20.71 million metric tonnes (MMT) for the 2021-22 Marketing Year, with the exports of 1.14 MMT for the period of 27th Jan 2022– 3rd Feb 2022, these exports were down by 2 percent from the previous week and down by 6 percentage from the prior 4-week average .

**EXPORT PARITY TREND**


Indian C&F Rate to Thailand vs. other Countries (\$1=Rs.74.69)				
As on 09.02.2022	Argentina	Brazil	US	India
<b>FOB</b>	278.00	301.00	290.00	296.83
<b>C&amp;F</b>	328.00	356.00	350.00	331.83

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**

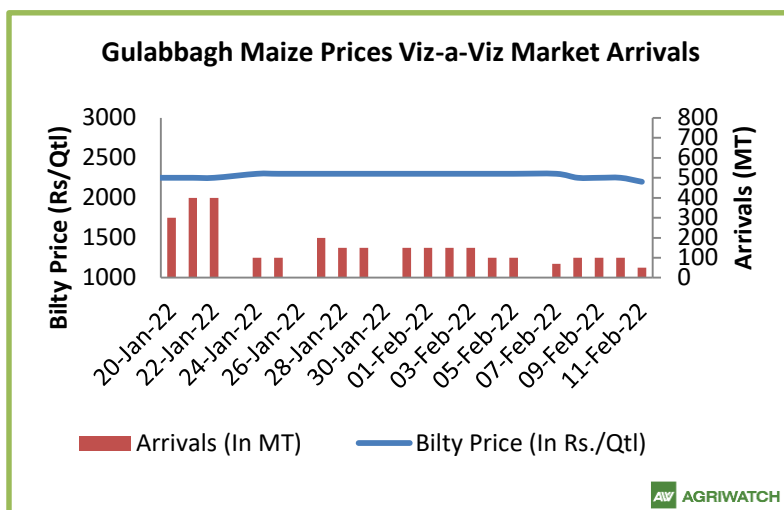
As per the source, 26,360 metric tonnes (MT) of Maize Vessel TAN BINH 279 is waiting at berth for loading at Krishnapathnam port since 20th Jan 2022. Also 5400 metric tonnes (MT) of maize vessel AKIJ MOON is expected to arrive at Vizag port by 4th Feb 2022. While 28,800 MT of Maize Vessel BLUE ALEXANDRA 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, range bound price sentiments were reported in most of the major cash markets of Maize. The various key spot markets dynamics are as under:

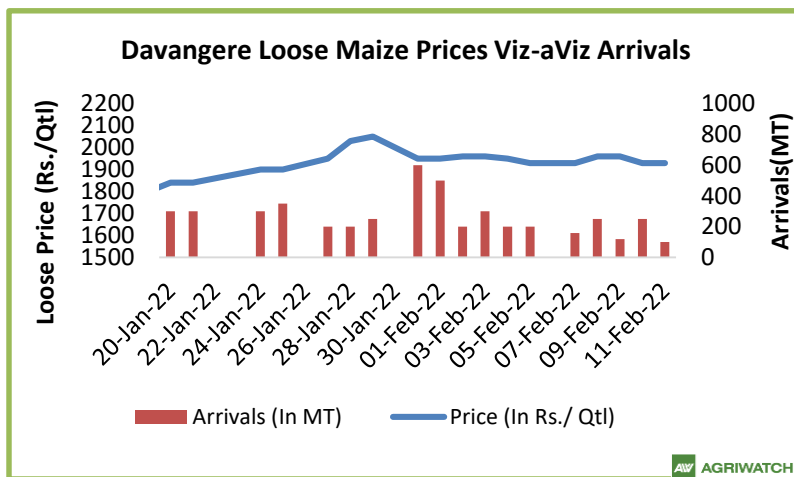
#### BIHAR:

In Gulabbagh region of Bihar, maize is being traded at Rs. 2,250 per quintal (Bilty Price). Maize in Gulabbagh would trade with sideways sentiment in the range of Rs. 2,100 – Rs. 2,300 per quintal 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. 1950 to Rs. 1960 per quintal. Maize in Davangere region would trade with sideways sentiment in the range of Rs. 1,900 - Rs. 2,100 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.

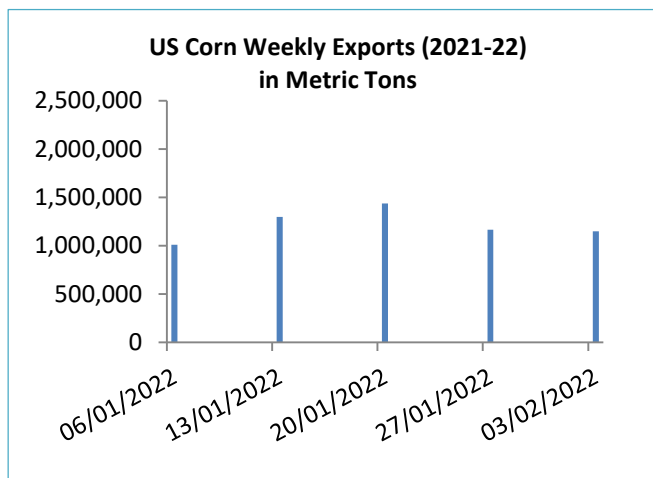


### DOMESTIC MAIZE OUTLOOK:

Maize would trade steady sentiment in the coming week since demand seems to be steady and previous season's arrivals have already reached market, as per the seasonality trend. It is also expected that the Rabi arrivals will be slightly delayed, as in major Rabi Maize producing states like Bihar sowing has been delayed in this season.

**14 February, 2022****INTERNATIONAL MARKET HIGHLIGHT:**

U.S. Maize exports have reached to 20.71 million metric tonnes (MMT) for the 2021-22 Marketing Year, with the exports of 1.14 MMT for the period of 27th Jan 2022– 3rd Feb 2022, these exports were down by 2 percent from the previous week and down by 6 percentage from the prior 4-week average, to the destinations like Japan (331,100 MT), China (208,800 MT), Canada (168,100 MT), Mexico (165,100 MT), and Colombia (149,700 MT). As per the reports there were some cancelations of export to China in the past week. Agriwatch expects that due to pressure on freight prices in U.S due to cool weather U.S corn exports should remain stable.

**PREVIOUS UPDATES**

USDA in its January month report, 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 9.85 USD/MT to 252.65 USD/MT for March '22 contract as compared to previous week, after the round of strong technical selling. 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	11-Feb-22	04-Feb-22	11-Jan-22	10-Feb-21	11-Feb-20
Naugachia	Bilty	2250	2300	2150	1450	NA
Delhi	Hybrid Maize(U.P.)	2200	2200	1900	1500	1950
Davangere	Loose	1930	1950	1650	1400	1700
Shimoga	Bilty	NA	NA	1700	NA	NA
Ranebennur	Bilty	NA	NA	NA	1360	1750
Bagalkot	Hybrid/Local	1935	1950	1755	1420	NA
Gadag	Local	NA	NA	1805	1365	1650
Nizamabad	Bilty	1950	2000	1850	1500	2050
Khanna	Bilty	2100	2080	1930	1400	1910
Sangli	Feed	2069	2109	1963	1534	1830
Ahmedabad	Feed	2060	2150	1950	1450	1800

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	11-Feb-22	04-Feb-22	Change
Corn CBOT Prices	Mar-22	252.65	242.80	9.85
	May-22	252.15	243.00	9.15
	July-22	249.99	241.33	8.66
	Sep-22	235.03	228.24	6.79
	Dec-22	230.21	223.71	6.50

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