

Maize Weekly Research Report

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EXECUTIVE SUMMARY

DOMESTIC MAIZE MARKET SUMMARY

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

MAIZE TRADE SCENARIO

Sources revealed that maize in Nizamabad market is being traded at Rs. 1900 per quintal. Loose maize in market of Davangere, Karnataka is being traded at Rs. 2050 per quintal.

Good quality Maize with optimum moisture content is being traded in Bihar between Rs. 2,100 to Rs. 2,250 per quintal. 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. 2,250 per quintal.

INTERNATIONAL CORN MARKET SUMMARY

Corn on CBOT increased by 3.24 USD/MT to 255.89 USD/MT for March '22 contract as compared to previous week.

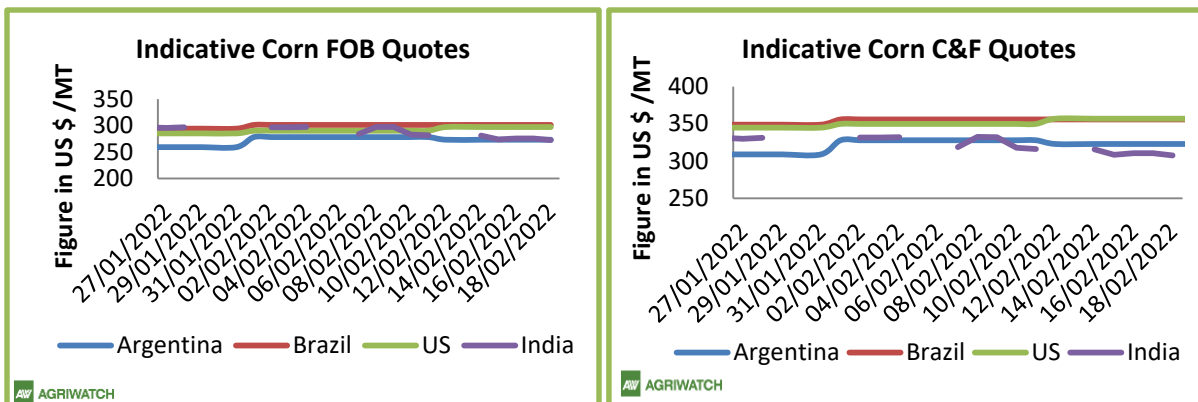
U.S. Maize exports have reached to 20.71 million metric tonnes (MMT) for the 2021-22 Marketing Year, with the exports of 1.61 MMT for the period of 3rd Feb 2022– 10th Feb 2022, these exports were up by 41 percent from the previous week and up by 28 percentage from the prior 4-week average.

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, with average to good yield estimates under current circumstances.

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

EXPORT PARITY TREND


Indian C&F Rate to Thailand vs. other Countries (\$1=Rs.75.10)				
As on 16.02.2022	Argentina	Brazil	US	India
FOB	273.00	301.00	297.00	275.63
C&F	323.00	356.00	357.00	310.63

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 January'22

As per the trade sources, India exported around 3,00,747 MT of Maize in January 2022 at an average FoB of US\$ 288.31 per MT, out of which, 96,590 MT was exported to Bangladesh at an average FoB of US\$ 296.94 per MT. And 1,20,289 MT was exported to Bhutan at an average FoB of US\$ 288.88 per MT. Around 41,415 MT was exported to Malaysia at an average FoB of US\$ 273.68 per MT and approximately 33,488 MT was exported to Nepal at an average FoB of US\$ 277.97 per MT.

VESSEL POSITION

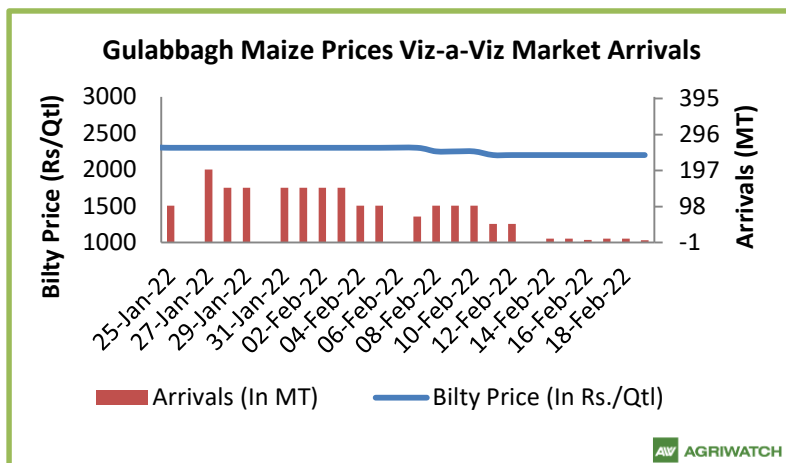
As per sources, 31,500 metric tonnes (MT) of Maize Vessel GOLDEN EAGLE is waiting at berth for loading at Krishnapathnam port since 15th Feb 2022. Also, 36,000 metric tonnes (MT) of Maize Vessel OCEAN REEF is waiting at berth for loading at Vizag port since 9th Feb 2022. And 5400 metric tonnes (MT) of maize vessel AKIJ MOON was 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.

CURRENT MARKET DYNAMICS

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

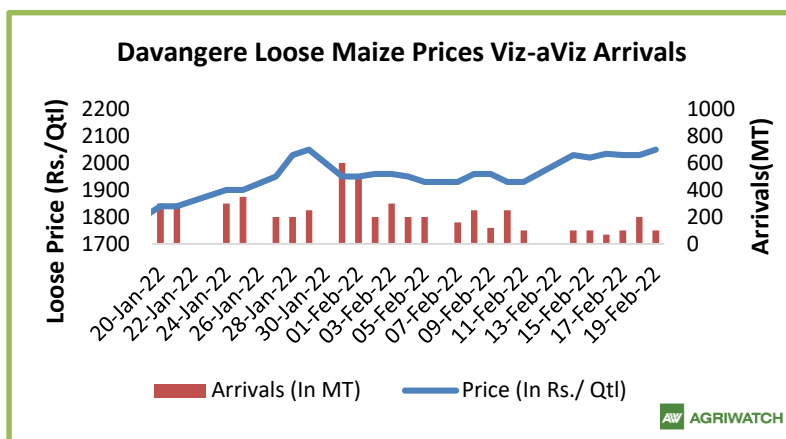
BIHAR:

In Gulabbagh region of Bihar, maize is being traded at Rs. 2,220 per quintal (Bilty Price). Maize in Gulabbagh would trade with sideways sentiment in the range of Rs. 2,180 – Rs. 2,280 per quintal for this week, with expectation of new Rabi arrivals by May 2022.



KARNATAKA:

In Davangere region of Karnataka Market, loose maize is being traded between Rs. 2030 to Rs. 2050 per quintal. Maize in Davangere region would trade with sideways sentiments in the range of Rs. 1,900 - Rs. 2,100 per quintal, with steady to firm bias for this week, due to decreased arrivals.

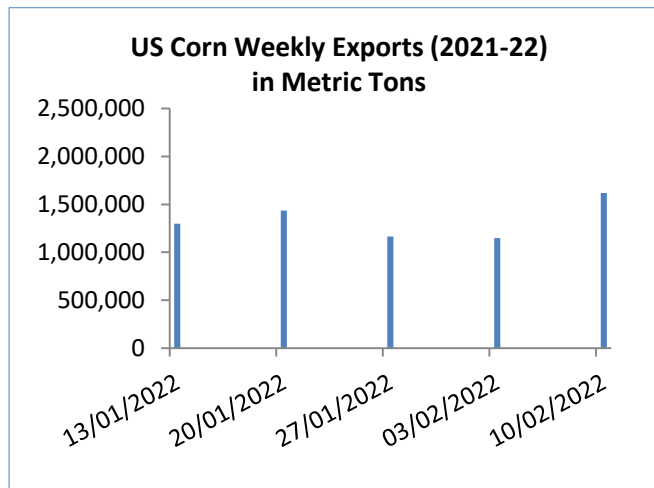


DOMESTIC MAIZE OUTLOOK:

Maize would trade sideways in the coming week since demand seems to be steady and market awaits for the new crop, as previous season's arrivals have already reached market. Along with this poultry demand seems to be slowing down at higher prices. 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.

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 1.61 MMT for the period of 3rd Feb 2022– 10th Feb 2022, these exports were up by 41 percent from the previous week and up by 28 percentage from the prior 4-week average, to the destinations like Mexico (477,300 MT, including 136,300 MT – late), China (413,600 MT), Japan (291,700 MT), Canada (114,200 MT), and Colombia (64,500 MT), due to reduction in estimates of world ending stocks and production in USDA Feb 22 report. Agriwatch expects that hot and dry weather sustaining in South America would provide support to U.S corn exports should remain stable.

**PREVIOUS UPDATES**

USDA in its February month report, decreased its World Maize Ending Stock Estimate by 0.84 MMT to 302.222 MMT for February'22/ 2021-22, however USDA kept its World Maize Production Estimates same at 120.534 MMT for February '22/ 2021-22. USDA kept its Ending Stock Estimates same at 39.11 MMT for February'22/ 2021-22. Also USDA kept its Ending Stock Estimates for Argentina same at 2.12 MMT February'22/ 2021-22 and for Brazil USDA decreased its Ending Stock Estimates by 0.90 MMT to 5.32 MMT for February'22/ 2021-22.

INTERNATIONAL CORN OUTLOOK:

Corn on CBOT increased by 3.24 USD/MT to 255.89 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	19-Feb-22	12-Feb-22	19-Jan-22	18-Feb-21	19-Feb-20
Naugachia	Bilty	2250	2250	2200	1425	NA
Delhi	Hybrid Maize(U.P.)	2200	2200	2000	1480	1800
Davangere	Loose	2050	Closed	1800	1520	1800
Shimoga	Bilty	NA	NA	NA	1350	1700
Ranebennur	Bilty	NA	NA	1810	NA	1760
Bagalkot	Hybrid/Local	NA	1935	1840	1495	1700
Gadag	Local	NA	NA	1820	1480	1630
Nizamabad	Bilty	1900	1950	1900	1500	1900
Khanna	Bilty	2100	2120	2000	1380	1850
Sangli	Feed	2178	2068	2004	1630	1746
Ahmedabad	Feed	2160	2050	2100	1450	1650

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	17-Feb-22	11-Feb-22	Change
Corn CBOT Prices	Mar-22	255.89	252.65	3.24
	May-22	255.60	252.15	3.45
	July-22	253.93	249.99	3.94
	Sep-22	239.26	235.03	4.23
	Dec-22	234.83	230.21	4.62

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