

# Maize-Weekly Fundamental Report

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**WEEKLY DIGEST AND OUTLOOK**

It has been consistent with the seasonal tendency for maize to arrive at numerous spot markets across the country. There was tremendous increase in total arrivals at benchmark market Gulabbagh, Bihar, from the previous week of 790 MT to 2600 MT during the week under review.

An overall steady to slightly firm movement witnessed in Maize prices across the major spot markets of the country. At bench mark market Davangere, the new arrivals on an average for the week were bought at Rs.2100 to Rs.2160 which is more than the previous week. However, Average weekly prices at Gulabbagh market in Bihar were at Rs. 2,666 per quintal which is more than the previous week's average weekly prices.

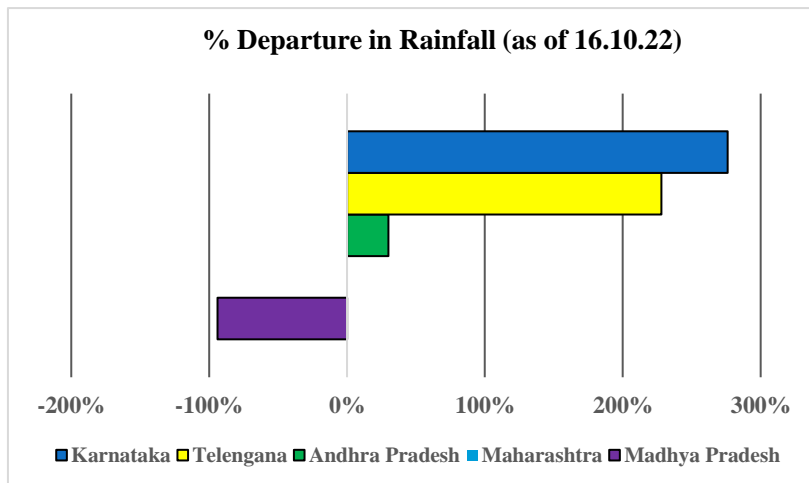
Corn on CBOT up by 2.56 USD to 271.54 USD per MT for Sep'22 contract, as compared to previous week.

**Outlook:**

AgriWatch expects, steady to slightly firm price movement of Maize during the coming week in domestic market since the new arrivals are arriving with high moisture content while the demand is good to normal. However, international demand will gradually increase by around December.

## WEATHER SCENARIO

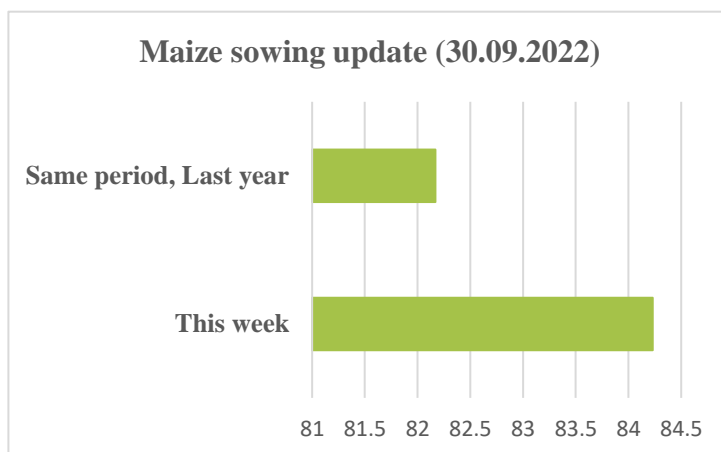
As per weather reports, large excess rains are continuing in the southern states of Karnataka and Telengana while in Andhra Pradesh, it is slightly lower than the latter. However, in Madhya Pradesh of central India, currently no much rainfall is observed.



## DOMESTIC SCENARIO

### Maize Sowing Update

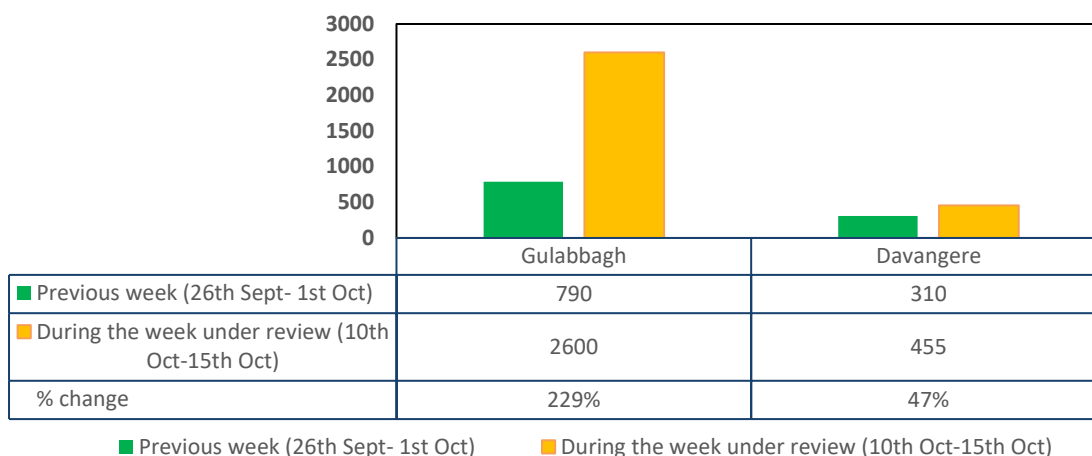
As per the latest update of Agriculture department, GOI, India marked a slight rise in Maize area coverage till 30<sup>th</sup> September 22 as compared to same period last year. Till last week Maize has been sown in 84.32 lakh Ha. compared to 82.17 lakh Ha. same period last year, which is approximately 3%



more compared to last year for same time period. As per the report, largest area coverage under Maize was in M.P at around 16.14 Lakh hectares as compared to 15.13 Lakh hectares during same period last year. The latest updates are much awaited.

## New Rabi Arrivals/Supply in Bihar Markets

### Weekly Maize Arrivals

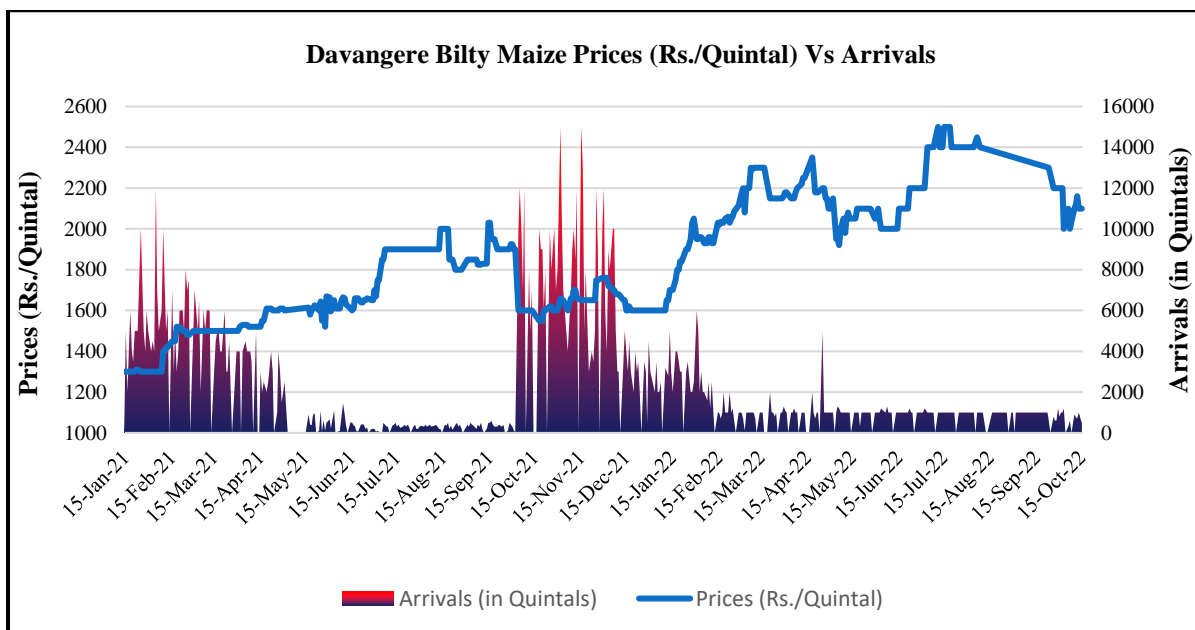
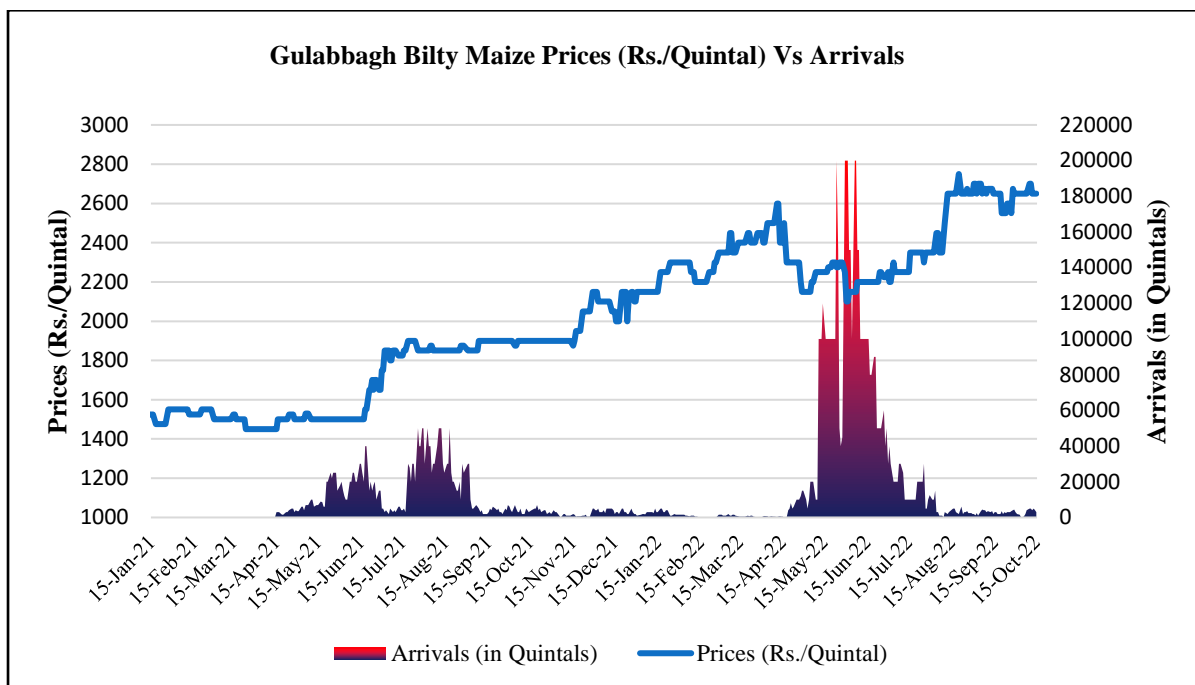


It has been consistent with the seasonal tendency for maize to arrive at numerous spot markets across the country. When compared to the previous week's arrivals at Davangere, which were at 310 MT, the arrivals have increased to 455 MT for the week under review. Additionally, there was tremendous increase in total arrivals at benchmark market Gulababbagh, Bihar, from the previous week of 790 MT to 2600 MT during the week under review. This is in accordance with the ongoing harvest of Kharif maize.

### Spot Price

An overall steady to slightly firm movement witnessed in Maize prices across the major spot markets of the country, on the account of more arrivals with high moisture content with good to normal demand.

Maize (Corn)Weekly Prices:						
Market	Grade	15-Oct-22	08-Oct-22	14-Sep-22	14-Oct-21	14-Oct-20
Naugachia	Bilty	2450	2400	2450	1850	1350
Delhi	Hybrid Maize (U.P.)	2400	2350	2400	1800	1350
Davangere	Loose	2100	Closed	NR	Closed	Closed
Shimoga	Bilty	NR	NR	2200	NR	NR
Ranebennur	Bilty	NR	NR	2450	NR	1380
Bagalkot	Hybrid/Local	2190	2119	NR	1670	NR
Gadag	Local	2029	1819	NR	NR	NR
Nizamabad	Bilty	Closed	2160	2500	Closed	1350
Khanna	Bilty	2160	2150	2100	1700	1100
Sangli	Feed	2455	2280	2636	1856	1431
Ahmedabad	Feed	2450	2500	2460	Closed	1400
	Starch	2350	2300	2550	1850	1400



At bench mark market Davangere, the new arrivals on an average for the week were bought at Rs.2100 to Rs.2160 which is more than the previous week. The delivery prices to Namakkal and Bengaluru on an average were at Rs. 2408 and Rs. 2308 respectively. However, Average weekly prices at Gulabghat market in Bihar were at Rs. 2,666 per quintal which is more than the previous week's average weekly prices.

### Domestic Demand and Trade

As per trade sources, the new arrivals at the benchmark markets are starting in full fledge as the harvest is on progress in various states. The new arrivals are however containing moisture content above 20% and therefore the demand among the major sectors like poultry are comparatively less. In the case of states like Andhra Pradesh, the harvest practices are occurring at a good condition due to good weather. The rainfall occurrence has caused little to less fungal damages to the crop under drying. While in Madhya Pradesh, weather conditions are stable and drying process is continuing well. Some arrivals have already begun to reach optimum moisture content. Overall, the arrivals are expected to increase in the coming weeks and poultry demand will increase post Diwali once their older stocks also come to an end.

### Exports

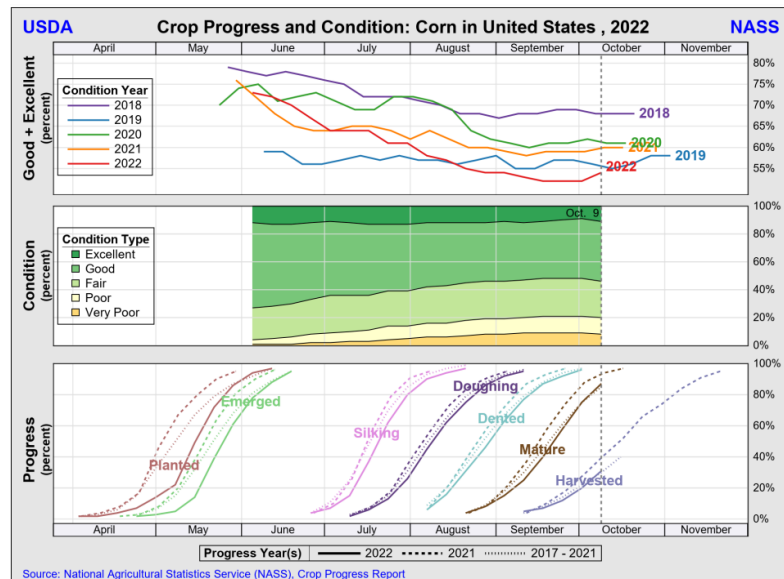
As per the Trade sources India exported around 1,50,019 MT of Maize during September 2022 with the average FOB of around 321.49 USD/MT. Also, out of this around 66,888 MT of Maize was exported to Bangladesh with an average FOB of around 326.03 USD/MT and 23,491 MT of Maize was exported to Nepal with an average FOB of around 320.61 USD/MT. The latest data is awaited.

Weekly Averages of FOB and C&F Rate to Thailand (\$1=Rs.82.37)				
	Argentina	Brazil	US	India
<b>FOB</b>	311.50	301.00	353.50	285.56
<b>C&amp;F</b>	361.50	356.00	413.50	320.56

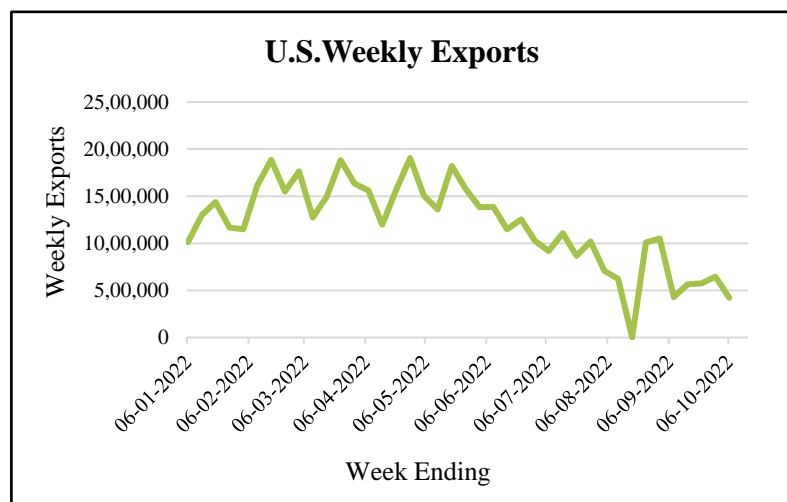
The most recent updates indicate that the current crop in India is of a fair size, combined with an increase in harvesting activities in the main growing states. The exports are also expected to start by December. Additionally, the FOB and C&F prices of other countries like Argentina and Brazil are also decreasing as they are estimating large production this marketing year compared to major producer, U.S. U.S. production has been harshly affected by the drought conditions such that their production is estimated about 49 million bushels lower than last year.

## INTERNATIONAL SCENARIO

As per U.S Corn planting report as of USDA as on date 11th October 2022, 43% of Corn was in good and 11% was in excellent condition which was almost in par for past week and was 43% good and 9% excellent for same time period during last year. Also, 87% corn at matured stage and 31% of Corn crop was in harvest stage.



U.S. Maize exports have reached at 2.24 million metric tonne (MMT) for 2021-22 Marketing Year, with the exports of 0.57 MMT for the period of 22nd September 2022 – 29 th September 2022. Exports were primarily to China (422,300 MT), Mexico



(182,800 MT), Guatemala (13,300 MT), Canada (10,000 MT), and Jamaica (7,200 MT).

Corn on CBOT up by 2.56 USD to 271.54 USD per MT for Sep'22 contract, as compared to previous week. However, AgriWatch expects that for upcoming week Corn on CBOT would trade weak to range bound.

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	15-Oct-22	09-Oct-22	Change
Corn CBOT Prices	Dec-22	271.54	268.98	+2.56
	Mar-23	274.1	272.03	+2.07
	May-23	274.5	272.63	+1.87
	July-23	271.94	270.46	+1.48

## DOMESTIC OUTLOOK

AgriWatch expects, steady to slightly firm price movement of Maize during the coming week in domestic market since the new arrivals are arriving with high moisture content while the demand is good to normal. Also, the rainfall is anticipated to increase which could lead to potential damages to matured crops or crops at harvest stage in mainly in Maharashtra and Karnataka. The crop currently harvested are also having fungus potential due to this rainfall hence as demand increases in the near future, prices tend to surge. However, international demand will gradually increase by around December.

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