

Maize-Weekly Fundamental Report

Contents

Weekly Digest and Outlook

Domestic Scenario

- Kharif Maize Sowing
- Spot Market Supply and Arrivals
- Spot Price
- Domestic demand and Trade
- Exports

International Scenario

Domestic Outlook

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 a slight decrease in total arrivals at benchmark market Gulabghat, Bihar, from the previous week of 2700 MT to 2400 MT during the week under review.

An overall steady to slightly weak movement witnessed in Maize prices across the major spot markets of the country. At benchmark market Davangere, the new arrivals on an average for the week were bought at Rs.1800 to Rs.2200, less than the previous week. However, Average weekly prices at Gulabghat market in Bihar were at Rs. 2,658 per quintal for bilty maize, almost in par with the previous week's average weekly prices.

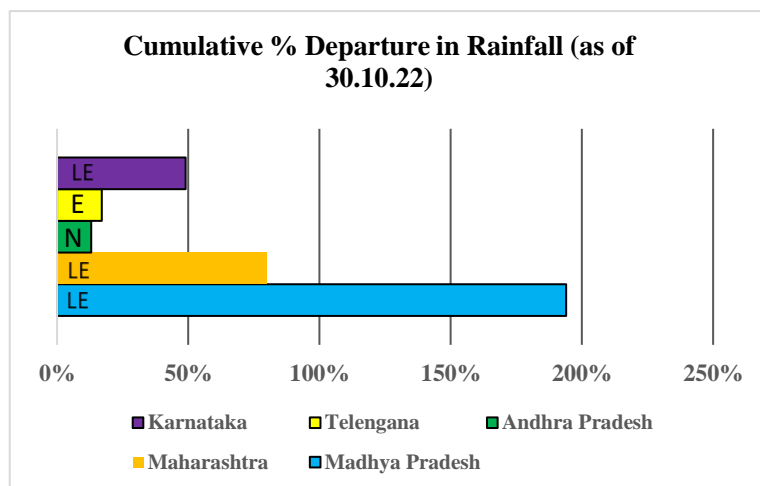
Corn on CBOT down by 1.38 USD to 269 USD per MT for Dec'22 contract, as compared to previous week.

Outlook:

AgriWatch predicts price movement of maize to be on the lower side for the forthcoming week on the domestic market due to the supply of fresh arrivals and the demand is increasing gradually.

WEATHER SCENARIO

According to October weather forecasts, Karnataka, Maharashtra, and Madhya Pradesh are seeing significant rain surpluses, whilst Andhra Pradesh and Telengana are experiencing less rain than the other states.



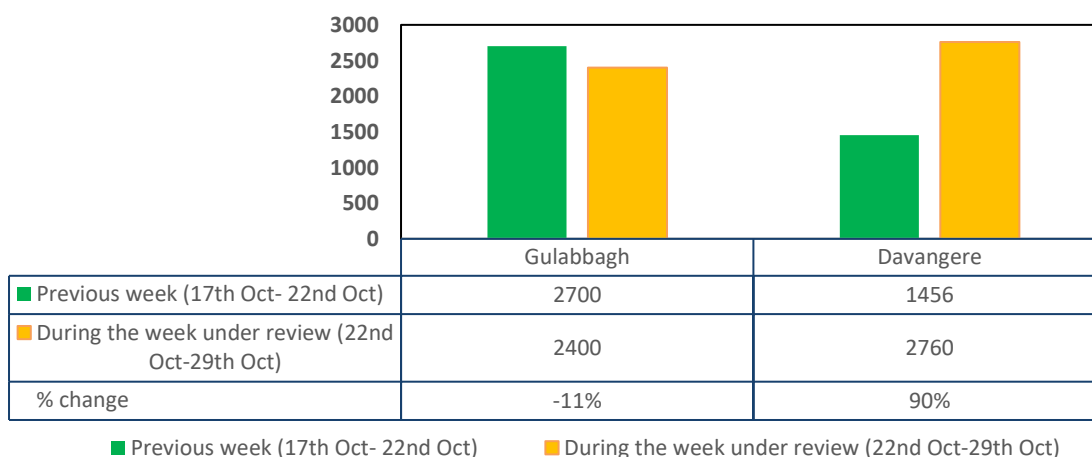
DOMESTIC SCENARIO

Maize Sowing Update

As per the latest update of Agriculture department, GOI, India marked a slight rise in Rabi maize area coverage till 28th October 22 as compared to same period last year. Maize has been sown in 0.962 lakh Ha. compared to 0.621 lakh Ha. same period last year, which is approximately 55% more compared to last year for same time period for the entire nation.

New Rabi Arrivals/Supply in Bihar Markets

Weekly Maize Arrivals



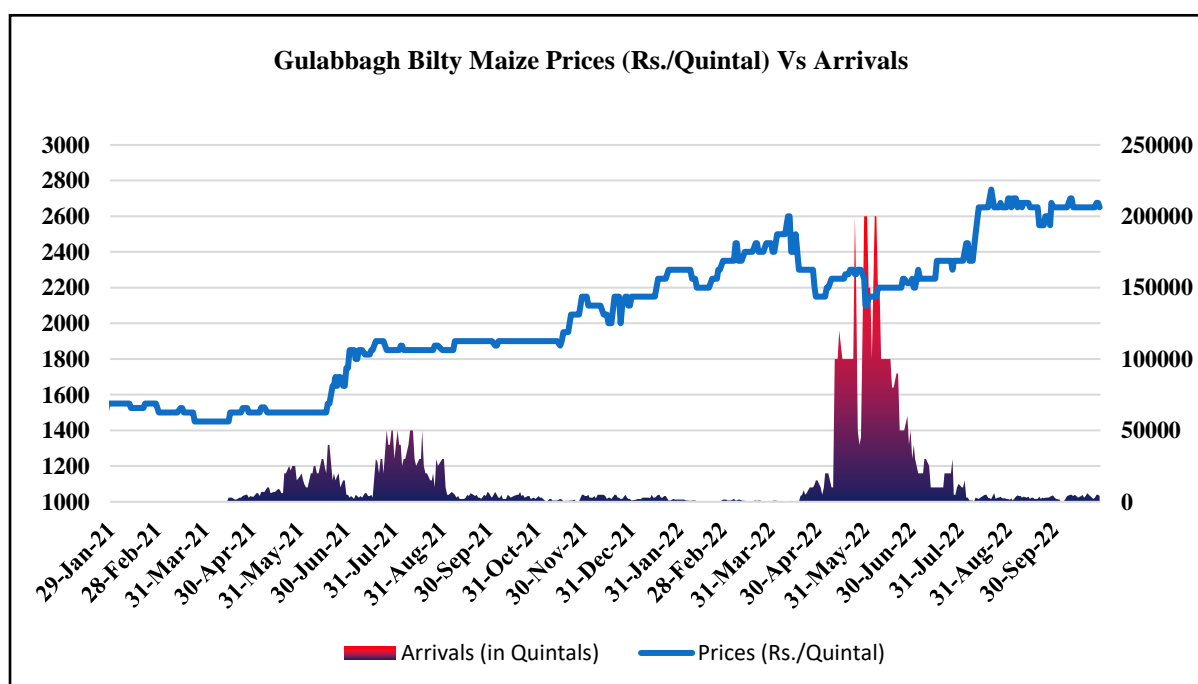
It has been consistent with the seasonal tendency for maize to arrive at numerous spot markets across the country. When compared to the previous week's arrivals at Davangere, which were at 1456 MT, the arrivals have increased more to 2760 MT for the week under review.

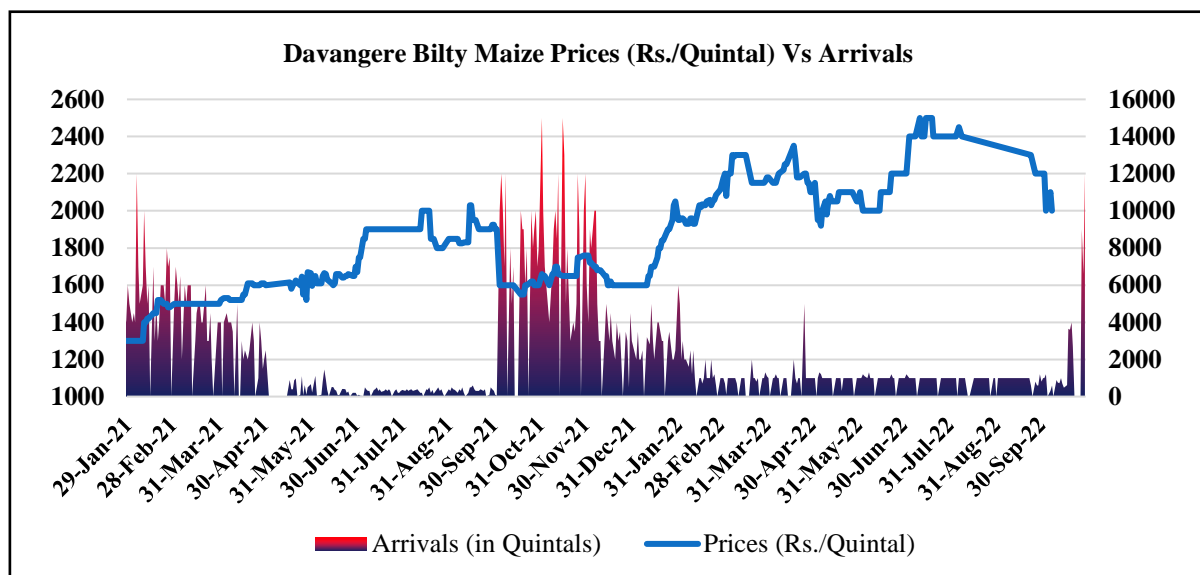
Additionally, there was a slight decrease in total arrivals at benchmark market Gulabbagh, Bihar, from the previous week of 2700 MT to 2400 MT during the week under review. This is in accordance with the starting of the arrivals upon new harvest.

Spot Price

An overall steady to slightly weak movement witnessed in Maize prices across the major spot markets of the country, on the contrary arrivals were less during the end of week due to ongoing festival of Diwali.

Maize (Corn)Weekly Prices:						
Market	Grade	28-Oct-22	21-Oct-22	27-Sep-22	27-Oct-21	27-Oct-20
Naugachia	Bilty	Closed	Closed	2350	1850	1450
Delhi	Hybrid Maize (U.P.)	2150	2250	2500	1850	1375
Davangere	Loose	2150	2300	2200	1600	1150
Shimoga	Bilty	NR	NR	NR	NR	1350
Ranebennur	Bilty	NR	NR	NR	NR	NR
Bagalkot	Hybrid/Local	2190	NR	2009	1685	1336
Gadag	Local	4024	2159	1712	1620	1240
Nizamabad	Bilty	2050	2200	2206	1850	1350
Khanna	Bilty	Closed	2180	2080	1750	1140
Sangli	Feed	2300	2435	2267	1863	1454
Ahmedabad	Feed	Closed	Closed	NR	1800	1425
	Starch	Closed	Closed	NR	1750	1450





At bench mark market Davangere, the new arrivals on an average for the week were bought at Rs.1800 to Rs.2200, less than the previous week. The delivery prices to Namakkal and Bengaluru on an average were at Rs. 2417 and Rs. 2300 respectively. However, Average weekly prices at Gulabghat market in Bihar were at Rs. 2,658 per quintal for bilty maize, almost in par with the previous week's average weekly prices.

Domestic Demand and Trade

While the harvest is continuing in a number of states, trade sources claim that the fresh arrivals in the benchmark marketplaces are starting out strong. Due to ongoing rains, fresh arrivals in some areas, like Karnataka, still have moisture contents above 20%, which makes demand in important industries like poultry relatively lower. As the old maize inventories run out and the weather clears, the demand from the chicken business will rise. Activities related to harvesting are progressing well in places like Andhra Pradesh as a result of the favourable weather. Additionally, consumers are travelling from different regions and are willing to pay more for the good grade maize that is now available on the market. In Madhya Pradesh, the drying process is proceeding nicely and the weather is calm. A handful of the newcomers have already begun to swell to the ideal level. It is projected that arrivals would increase overall in the following weeks. If older inventories are exhausted as well as under favourable weather circumstances, the demand for poultry will increase after Diwali.

Exports

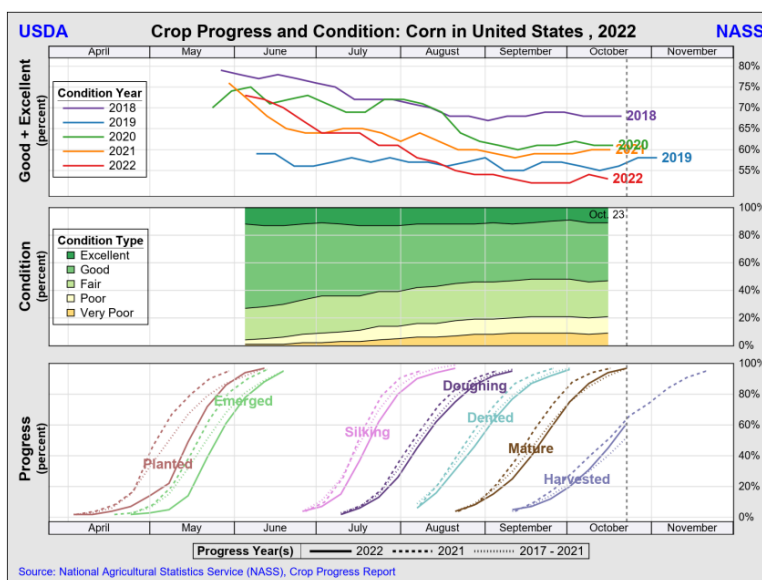
As per the Trade sources India exported around 1,50,019 MT of Maize during September 2022 with the average FOB of around 321.49 USD/MT. Also, out of this around 66,888 MT of Maize was exported to Bangladesh with an average FOB of around 326.03 USD/MT and 23,491 MT of Maize was exported to Nepal with 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.82.28)				
	Argentina	Brazil	US	India
FOB	305.00	292.00	367.50	270.88
C&F	355.00	347.00	427.50	305.88

According to the most recent information, India's current crop is of a respectable size and there has been an increase in harvesting activity in the main growing regions. By December, the exports are also anticipated to begin. In addition, other nations' FOB and C&F prices are falling as well since they anticipate higher output this marketing year than the world's largest producer, the United States. According to data from October, American exports have fallen by 125 million bushels.

INTERNATIONAL SCENARIO

As per U.S Corn planting report as of USDA as on date 23rd October 2022, 42% of Corn was in good and 11% was in excellent condition which was in par for past week and was 45% good and 15% excellent for same time period during last year. Also, 97% corn at matured stage and 61% of Corn crop was in harvest stage.



U.S. Maize exports have reached at 3.69 million metric tonne (MMT) for 2021-22 Marketing Year, with the exports of 0.40 MMT for the period of 13th October 2022 to 20th October 2022. Exports were primarily to Mexico (316,400 MT), China (218,600 MT), Japan (55,600 MT), Jamaica (7,200 MT), and Canada (6,000 MT).



Corn on CBOT down by 1.38 USD to 269 USD per MT for Dec'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	28-Oct-22	21-Oct-22	Change
Corn CBOT Prices	Dec-22	268	269.38	-1.38
	Mar-23	270.36	271.84	-1.48
	May-23	270.16	271.54	-1.38
	July-23	267.9	269.08	-1.18

DOMESTIC OUTLOOK

AgriWatch predicts price movement of maize to be on the lower side for the forthcoming week on the domestic market due to the supply of fresh arrivals and the demand is increasing gradually. Additionally, there is still rain in southern states like Karnataka, so there won't be as much demand for poultry until the weather is clear. However, the global demand will gradually increase until roughly December.

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.