

# Maize-Weekly Fundamental Report

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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 an increase in total arrivals at benchmark market Gulabghat, Bihar, from the previous week of 2400 MT to 3200 MT during the week under review.

Across the country's major spot markets, maize prices showed an overall slightly weak price trend, while arrivals rose toward the ending of the week. The new arrivals were purchased for, on average, less per week at Davangere's benchmark market, between Rs. 1600 and Rs. 2200. The average delivery costs to Namakkal and Bengaluru were respectively Rs. 2350 and Rs. 2225. However, Gulabghat market in Bihar's average weekly prices for bilty maize were at Rs. 2,650 per quintal, nearly matching those from the preceding week.

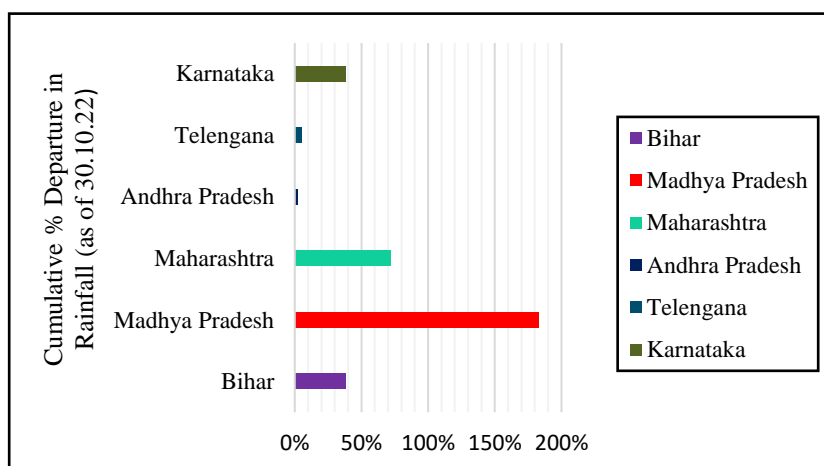
Corn on CBOT up by 0.10 USD to 268.10 USD per MT for Dec'22 contract, as compared to previous week.

**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

Weather sources indicate that as of the month of October, Madhya Pradesh is experiencing considerable rain surpluses, while Andhra Pradesh, Maharashtra, Karnataka, and Bihar are receiving moderate



rainfall. Andhra Pradesh and Telengana are seeing normal rainfall in their respective states.

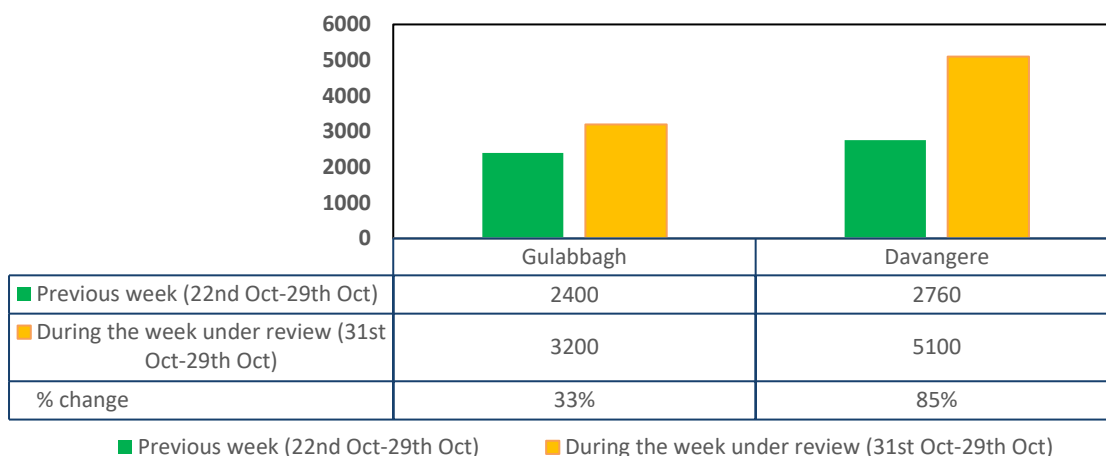
## DOMESTIC SCENARIO

### Maize Sowing Update

As per the latest update of Agriculture department, GOI, India marked a slight fall in Rabi maize area coverage till 4th November 2022 as compared to same period last year. Maize has been sown in 1.56 lakh Ha. compared to 2.76 lakh Ha. same period last year, which is approximately 43% lower compared to last year for same time period.

### New Rabi Arrivals/Supply in Bihar Markets

#### Weekly Maize Arrivals



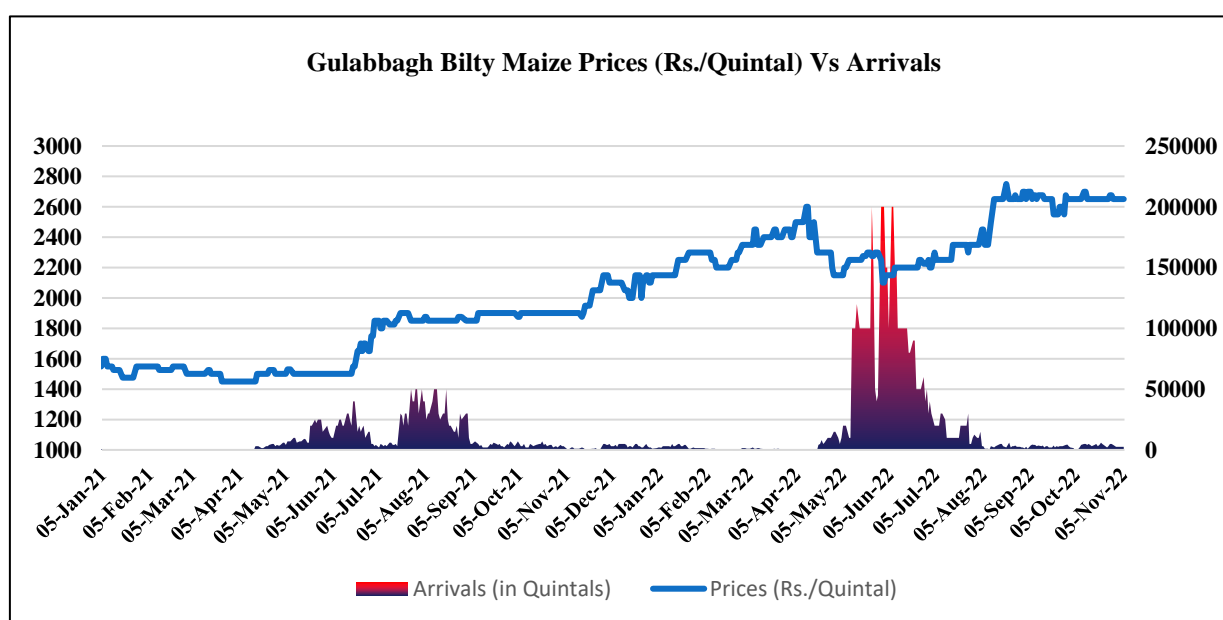
It has been consistent with the seasonal tendency for maize to arrive at numerous spot markets

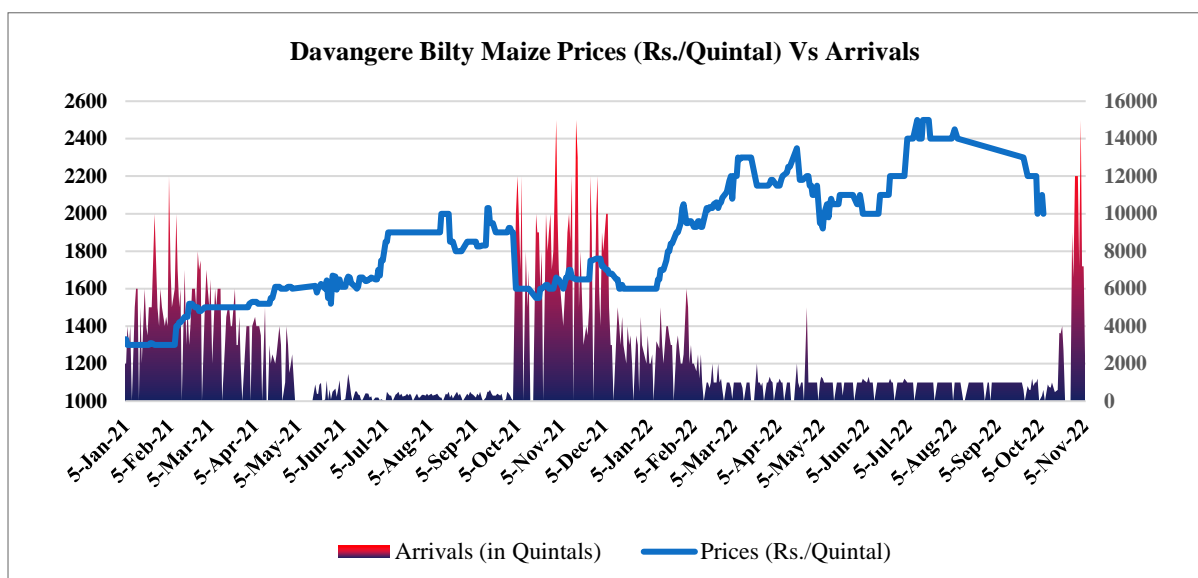
across the country. When compared to the previous week's arrivals at Davangere, which were at 2760 MT, the arrivals have increased abundantly to 5100 MT for the week under review. Additionally, there was an increase in total arrivals at benchmark market Gulabbagh, Bihar, from the previous week of 2400 MT to 3200 MT during the week under review. This is in accordance with the starting of the arrivals upon new harvest.

## Spot Price

Across the country's major spot markets, maize prices showed an overall slightly weak price trend, while arrivals rose toward the ending of the week.

Maize (Corn)Weekly Prices:						
Market	Grade	04-Nov-22	28-Oct-22	04-Oct-22	03-Nov-21	03-Nov-20
Naugachia	Bilty	2400	Closed	2300	1850	Closed
Delhi	Hybrid Maize (U.P.)	2200	2150	2350	1850	1600
Davangere	Loose	2000	2150	NR	1650	1320
Shimoga	Bilty	NR	NR	NR	NR	NR
Ranebennur	Bilty	NR	NR	NR	1760	1350
Bagalkot	Hybrid/Local	2150	2190	NR	NR	1470
Gadag	Local	2039	4024	NR	NR	1340
Nizamabad	Bilty	2100	2050	Closed	Closed	1350
Khanna	Bilty	2230	Closed	2100	Closed	1200
Sangli	Feed	2228	2300	2260	1833	1508
Ahmedabad	Feed	2200	Closed	2400	Closed	1600
	Starch	2300	Closed	2325	Closed	1600





The new arrivals were purchased for, on average, less per week at Davangere's benchmark market, between Rs. 1600 and Rs. 2200. The average delivery costs to Namakkal and Bengaluru were respectively Rs. 2350 and Rs. 2225. However, Gulabghat market in Bihar's average weekly prices for bilty maize were at Rs. 2,650 per quintal, nearly matching those from the preceding week.

## 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. 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.

## 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

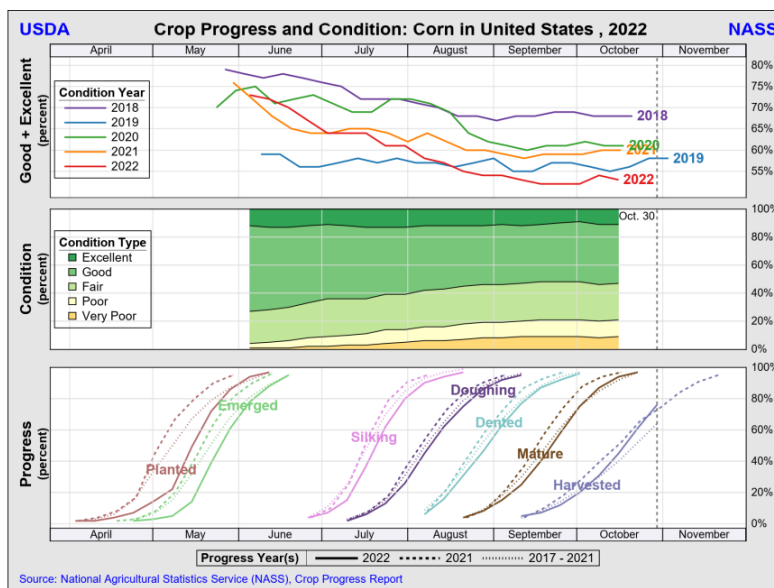
data is awaited.

Weekly Averages of FOB and C&F Rate to Thailand (\$1=Rs.82.28)				
	Argentina	Brazil	US	India
FOB	306.00	297.50	367.00	272.11
C&F	356.00	352.50	427.00	307.11

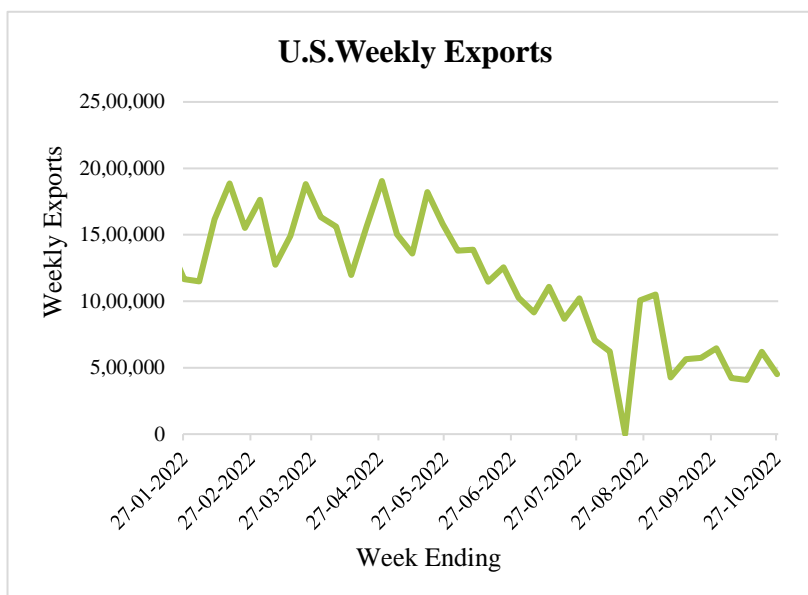
According to the most recent information, India's current crop is of a respectable size and there has been an increase in harvesting activity in the main growing regions. By end of November to December, the exports are also anticipated to begin. About 15,000 MT of maize is confirm exported to Bangladesh while 10,000 MT to Vietnam and Malaysia which is under process. Around 30,000 MT of maize has been in total arrived at several ports.

## INTERNATIONAL SCENARIO

As per U.S Corn planting report as of USDA as on date 31<sup>st</sup> 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 76% of Corn crop was in harvest stage.



U.S. Maize exports have reached at 4.14 million metric tonne (MMT) for 2021-22 Marketing Year, with the exports of 0.40 MMT for the period of 20<sup>th</sup> October 2022 to 27<sup>th</sup> October 2022. Exports were primarily to China (144,300 MT), Mexico (144,200 MT), Japan (107,100 MT), Jamaica (20,000 MT), and Taiwan (13,100 MT).



Corn on CBOT up by 0.10 USD to 268.10 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	28-Oct-22	Change
Corn CBOT Prices	Dec-22	268.1	268	+0.10
	Mar-23	270.36	270.36	Unch
	May-23	270.36	270.16	+0.20
	July-23	268.49	267.9	+0.59

## 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, the poultry and starch industry will only begin their buying once the prices begin to lower at the market. However, the global demand will gradually increase until roughly December.

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