

Maize-Weekly Fundamental Report

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WEEKLY DIGEST AND OUTLOOK

Arrivals are better than in previous months because of the continued harvest in the numerous states that produce maize, which is in line with the customary seasonality of maize. In addition, the overall number of arrivals at the benchmark market in Gulabbagh, Bihar, rose marginally from 2600 MT the previous week to 3100 MT during the week under review.

Maize prices displayed a slightly firm price trend across the major spot markets in the nation, while arrivals increased as the week came to a close. This is due to decrease in arrivals as compared to same period last year. The average weekly price for bilty maize at Gulabbagh Market in Bihar stayed at Rs. 2,675 per quintal, which is on par with the price from the week before.

Corn on CBOT up by 0.10 USD to 262.98 USD per MT for Dec'22 contract, as compared to previous week.

Outlook:

AgriWatch predicts price movement of maize to be firm during the coming weeks compared to the previous week

WEATHER SCENARIO

According to weather reports, Andhra Pradesh and Tamil Nadu are currently facing a significant lack of rainfall. Rainfall in Davangere is severely lacking. Bihar, Telangana, Maharashtra, and Madhya Pradesh all have dry weather with no rain.

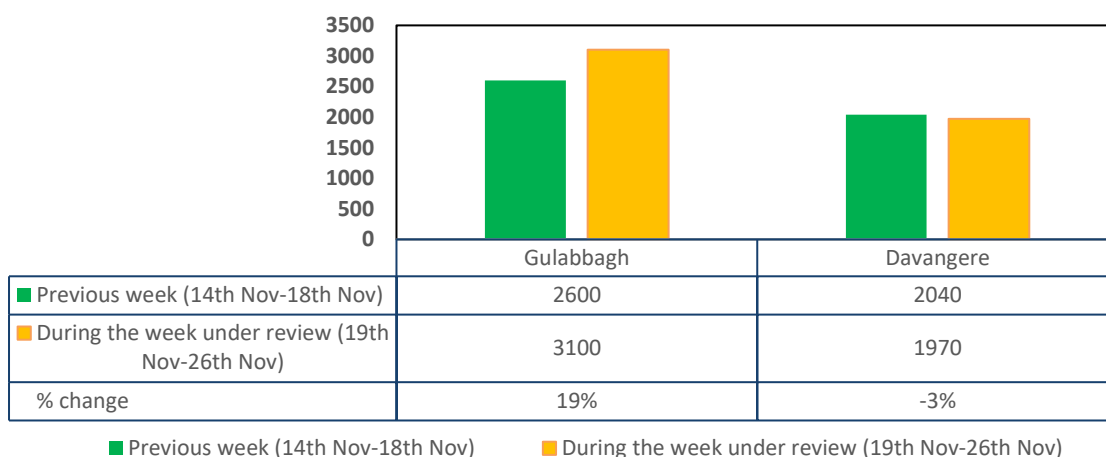
DOMESTIC SCENARIO

Maize Sowing Update

As per the latest update of Agriculture department, GOI, India marked a slight rise in Rabi maize area coverage till 25th November 2022 as compared to same period last year. Maize has been sown in 6.45 lakh Ha. compared to 4.99 lakh Ha. same period last year, which is approximately 29% higher compared to last year for same time period.

New Rabi Arrivals/Supply in Bihar Markets

Weekly Maize Arrivals

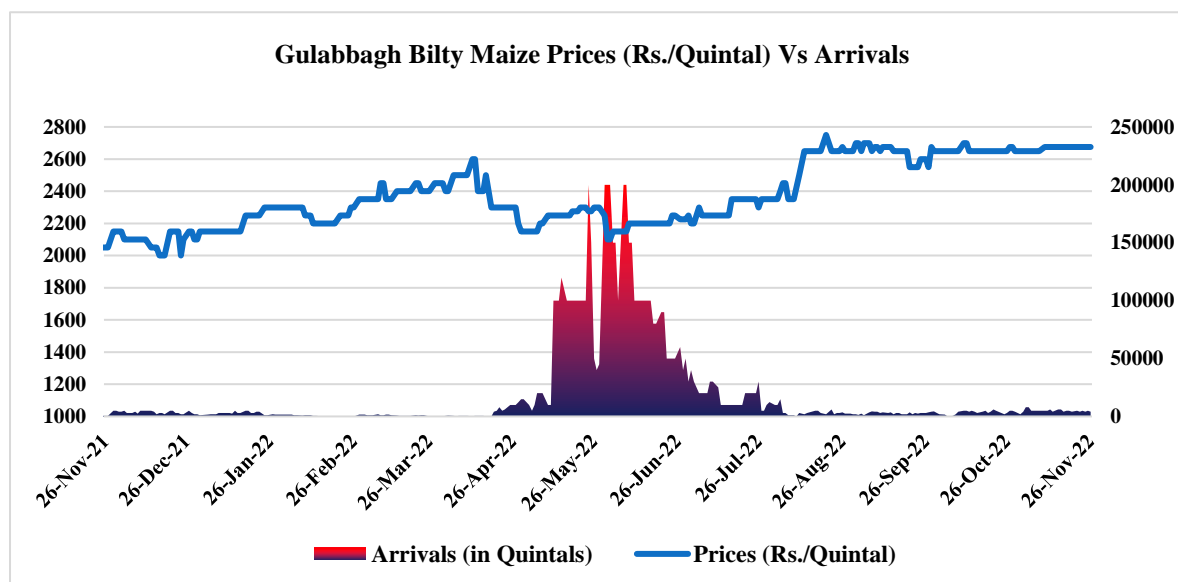


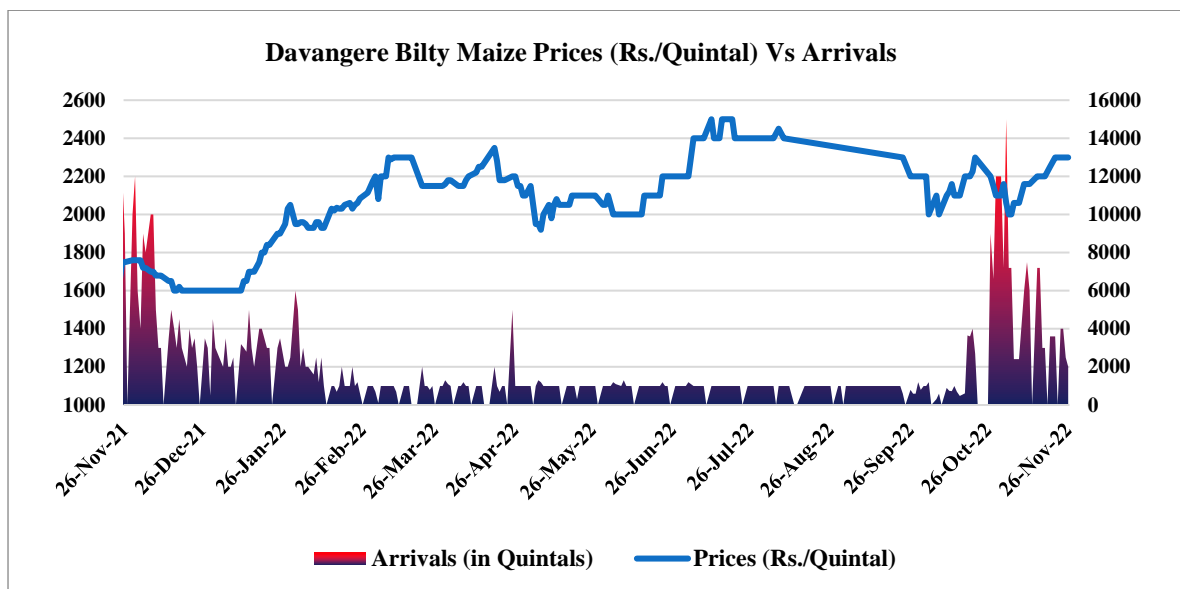
Arrivals are better than in previous months because of the continued harvest in the numerous states that produce maize, which is in line with the customary seasonality of maize. The arrivals in Davangere decreased once more to 1970 MT during the reviewed week compared to the prior week's arrivals, which were at 2040 MT. In addition, the overall number of arrivals at the benchmark market in Gulabbagh, Bihar, rose marginally from 2600 MT the previous week to 3100 MT during the week under review.

Spot Price

Maize prices displayed a slightly firm price trend across the major spot markets in the nation, while arrivals increased as the week came to a close. This is due to decrease in arrivals as compared to same period last year.

Maize (Corn)Weekly Prices:						
Market	Grade	26-Nov-22	19-Nov-22	26-Oct-22	25-Nov-21	25-Nov-20
Naugachia	Bilty	2450	2400	Closed	2000	1650
Delhi	Hybrid Maize (U.P.)	2300	2350	Closed	1850	1600
Davangere	Loose	2300	2250	Closed	1750	1430
Shimoga	Bilty	NR	2211	NR	1730	1350
Ranebennur	Bilty	NR	2100	NR	1770	NR
Bagalkot	Hybrid/Local	NR	2159	2209	1710	NR
Gadag	Local	NR	NR	NR	1645	NR
Nizamabad	Bilty	Closed	2200	Closed	1850	NR
Khanna	Bilty	2300	2350	Closed	1940	1450
Sangli	Feed	NR	2255	Closed	1883	1569
Ahmedabad	Feed	NR	2250	Closed	1900	1625
	Starch	NR	2400	Closed	1900	1625





The fresh arrivals were last week purchased at Davangere's benchmark market for an average price of between Rs. 1800 and Rs. 2300. For Namakkal, the average cost to Bengaluru was Rs. 2291 and Rs. 2350, respectively. However, for the week under review, the average weekly price for bilty maize at Gulabbagh Market in Bihar stayed at Rs. 2,675 per quintal, which is on par with the price from the week before.

Domestic Demand and Trade

The arrivals at the various markets are still ongoing. However, maize prices have begun to rise again. Strong demand for maize kept the prices steady despite the peak arrival season. The poultry and starch sectors' buying, which had previously been hand-to-mouth due to increased prices, remained relatively robust in order to meet their demand. In the meantime, maize rail rake movement increased from the previous year. When compared to the same period last year, arrivals increased in November and stayed 26% higher overall. As per estimates, the maize will likely generate a record 23.10 million tonnes this year (2022-23) which is more than previous year totaled 22.63 million tonnes.

Exports

As per the Trade sources India exported around 2,28,890 MT of Maize during October 2022 with the average FOB of around 327 USD/MT. Also, out of this around 1,06,201 MT of Maize was exported to Bangladesh with an average FOB of around 323 USD/MT and 11,302 MT of Maize was exported to Nepal with an average FOB of around 310 USD/MT.

Weekly Averages of FOB and C&F Rate to Thailand (\$1=Rs.81.72)				
	Argentina	Brazil	US	India
FOB	295.00	297.33	325.67	298.28
C&F	345.00	352.33	385.67	334.78

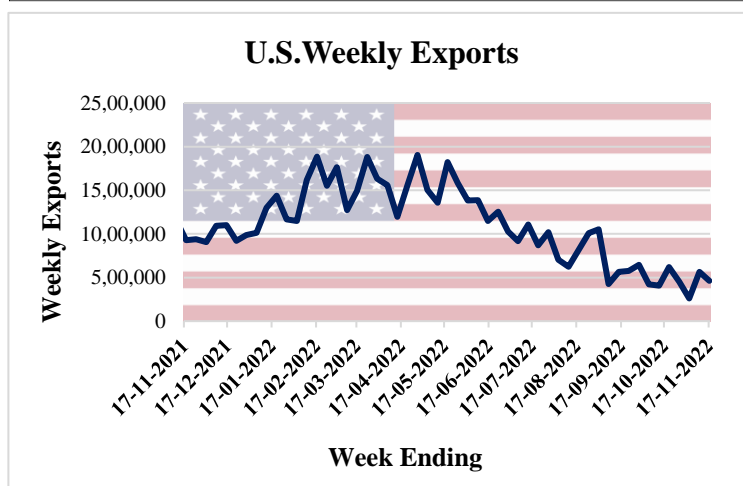
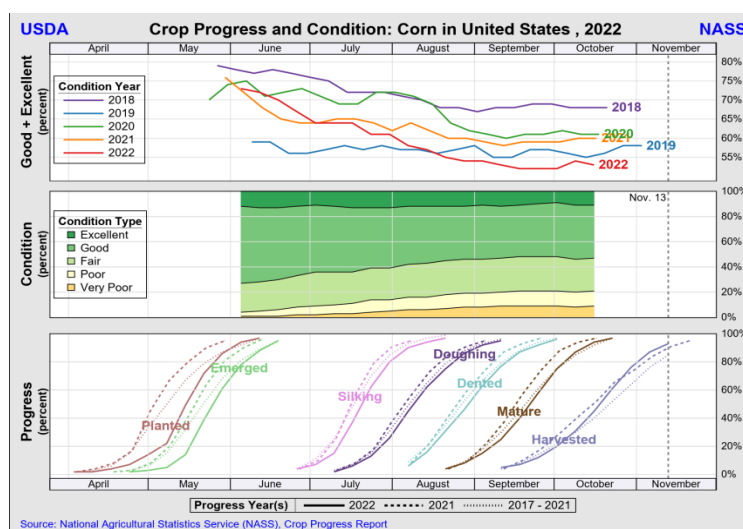
The exporters are buying maize in full fledge at the market. India continues to see high export demand for maize, largely to Southeast Asian countries as well as the European Union. But, as distance is more in the case of EU, preference will be less. India will continue to export to places like Vietnam, Malaysia and Sri Lanka. However, due to strict trade policies in Taiwan, like aflatoxin and moisture, many traders are backing out.

INTERNATIONAL SCENARIO

As per U.S Corn planting report as of USDA as on date 21st November 2022, 94% of Corn crop was in harvest stage.

U.S. Maize exports have reached at 5.42 million metric tonne (MMT) for 2021-22 Marketing Year, with the exports of 0.46 MMT for the period of 10th November 2022 to 17th November 2022.

Exports were primarily to Mexico (229,600 MT), China (70,700 MT), Saudi Arabia (49,800 MT), Honduras (34,700 MT), and Costa Rica (31,800 MT).



Corn on CBOT up by 0.10 USD to 262.98 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 a bearish trend.

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	26-Nov-22	19-Nov-22	Change
Corn CBOT Prices	Dec-22	262.98	262.88	+0.10
	Mar-23	264.26	263.77	+0.49
	May-23	263.77	262.98	+0.79
	July-23	261.6	260.81	+0.79

DOMESTIC OUTLOOK

AgriWatch predicts price movement of maize to be firm during the coming weeks compared to the previous week. Additionally, the poultry and starch industry have started to purchase maize from various markets as their older stocks are coming to an end. However, the global demand is increasing tremendously and India is expecting a good margin of exports.

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