

Maize-Weekly Fundamental Report

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WEEKLY DIGEST AND OUTLOOK

Arrivals are increasing in various spot markets although it is not as much as the same period last year. The arrivals in Davangere increased to 2200 MT. In addition, the overall number of arrivals at the benchmark market in Gulabbagh, Bihar, during this week is at 2350 MT.

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 while the demand is currently more. The average weekly price for bilty maize at Gulabbagh Market in Bihar stayed at Rs. 2,667 per quintal, which is slightly lower compared to last week.

Corn on CBOT down by 7.09 USD to 255.89 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

Weather reports indicate that while Andhra Pradesh and Karnataka are experiencing a major dearth of rainfall, Tamil Nadu is only seeing a little drizzle. Davangere experiences a severe scarcity of rainfall. No rain is experienced in Madhya Pradesh, Maharashtra, or Bihar. Telangana, though, is probably due to receive a little amount of rain.

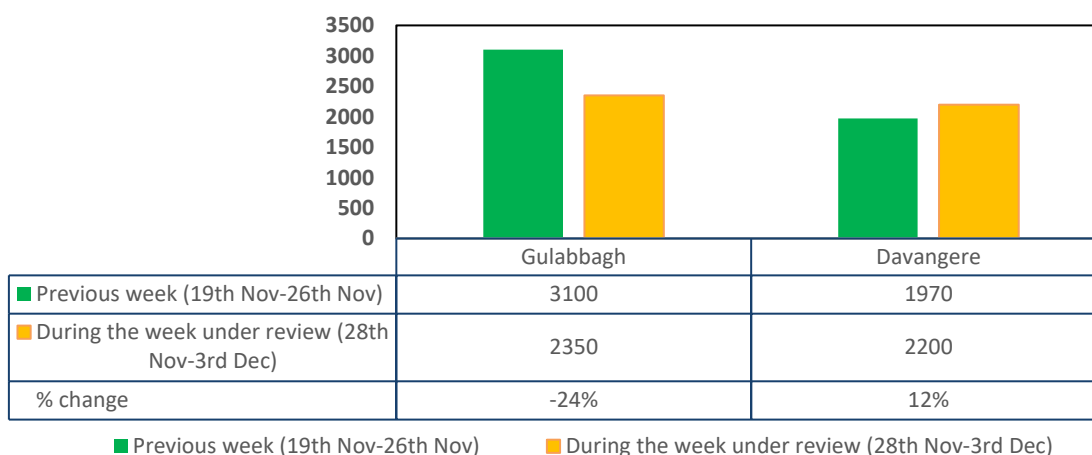
DOMESTIC SCENARIO

Maize Sowing Update

As per the latest update of Agriculture department, GOI, India marked a slight fall in Rabi Maize area coverage till 2nd December 2022 as compared to same period last year. Maize has been sown in 8.97 lakh Ha. compared to 5.92 lakh Ha. same period last year, which is approximately 52% higher compared to last year for same time period.

New Rabi Arrivals/Supply in Bihar Markets

Weekly Maize Arrivals

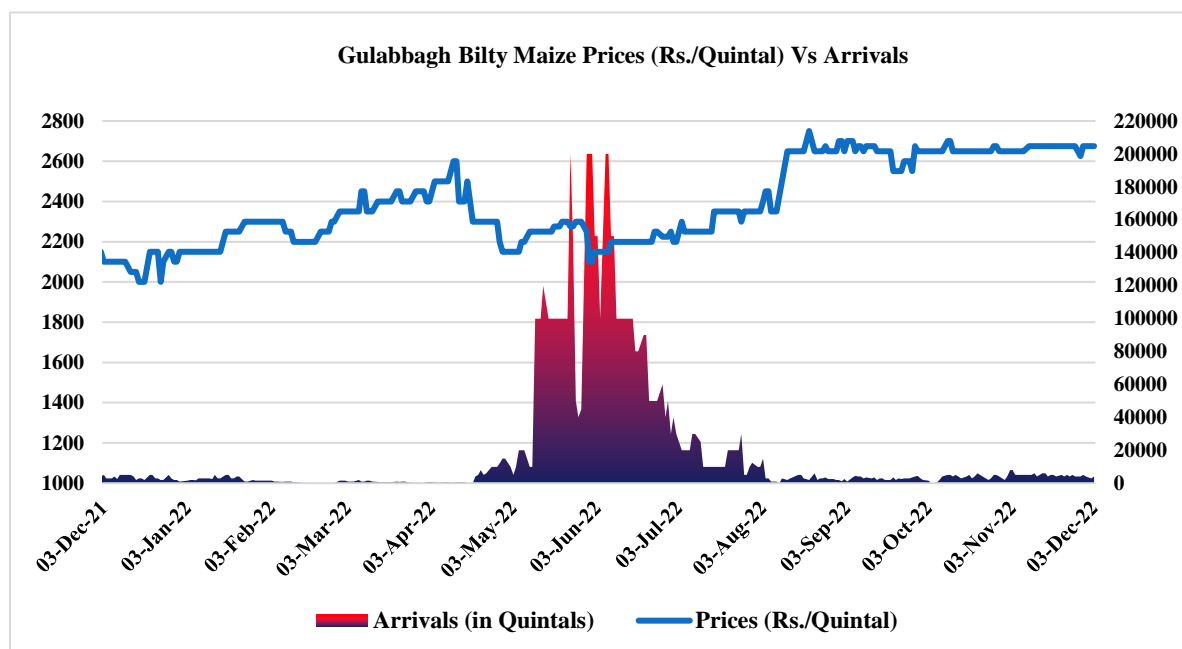


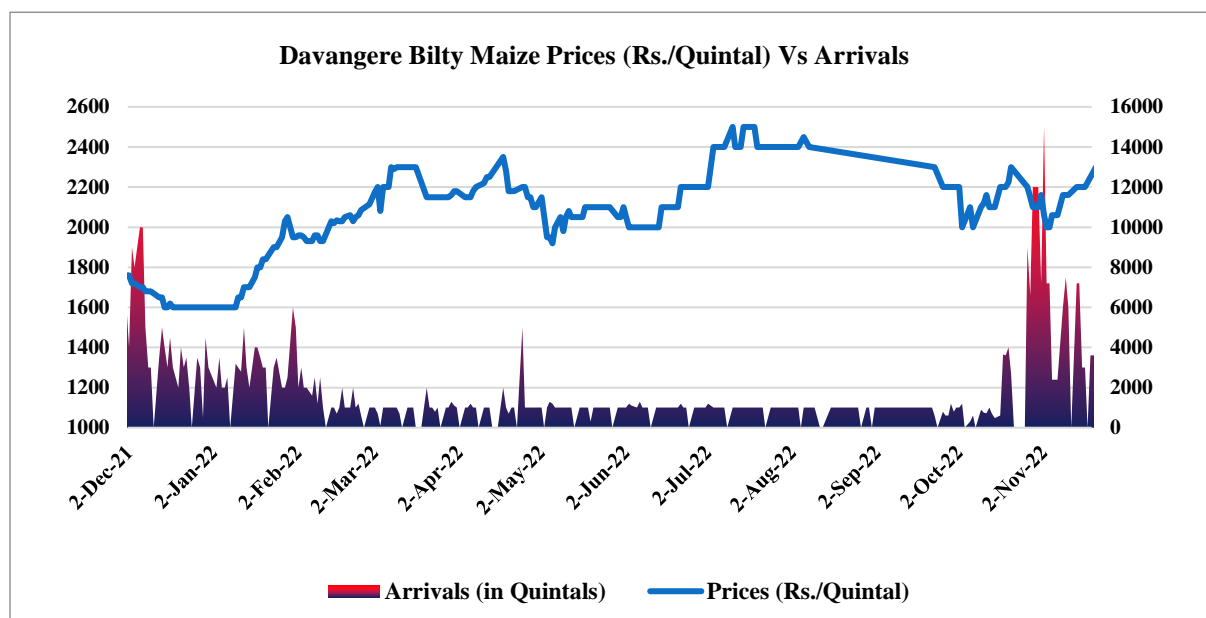
Arrivals are increasing in various spot markets although it is not as much as the same period last year. The arrivals in Davangere increased to 2200 MT during the reviewed week compared to the previous week, which were at 1970 MT. In addition, the overall number of arrivals at the benchmark market in Gulabghab, Bihar, during this week is at 2350 MT, 24% down compared to the previous week at 3100 MT.

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 while the demand is currently more.

Maize (Corn)Weekly Prices:						
Market	Grade	03-Dec-22	26-Nov-22	02-Nov-22	02-Dec-21	02-Dec-20
Naugachia	Bilty	2500	2450	2350	2150	1650
Delhi	Hybrid Maize (U.P.)	2300	2300	2100	1950	1600
Davangere	Loose	Closed	2300	2060	1760	1400
Shimoga	Bilty	NA	NA	NA	1700	1300
Ranebennur	Bilty	NR	NA	2190	1720	NA
Bagalkot	Hybrid/Local	NA	NA	2169	1740	1460
Gadag	Local	NA	2126	2029	1649	1400
Nizamabad	Bilty	Closed	Closed	2100	1800	1500
Khanna	Bilty	2300	2300	2230	1900	1500
Sangli	Feed	2301	NA	2220	1905	1564
Ahmedabad	Feed	NR	NA	2200	1900	1500
	Starch	NR	NA	2300	1850	1500





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 and Bengaluru, the average price were Rs. 2400 and Rs. 2325, respectively. However, for the week under review, the average weekly price for bilty maize at Gulabbagh Market in Bihar stayed at Rs. 2,667 per quintal, which is slightly lower compared to last week.

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 firm 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 Davangere market, the arrivals are on the lower side and the demand is also lower. In Guna in Madhya Pradesh, there is good number of arrivals. In Baran mandi in Rajasthan, arrivals are reducing day to day. 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

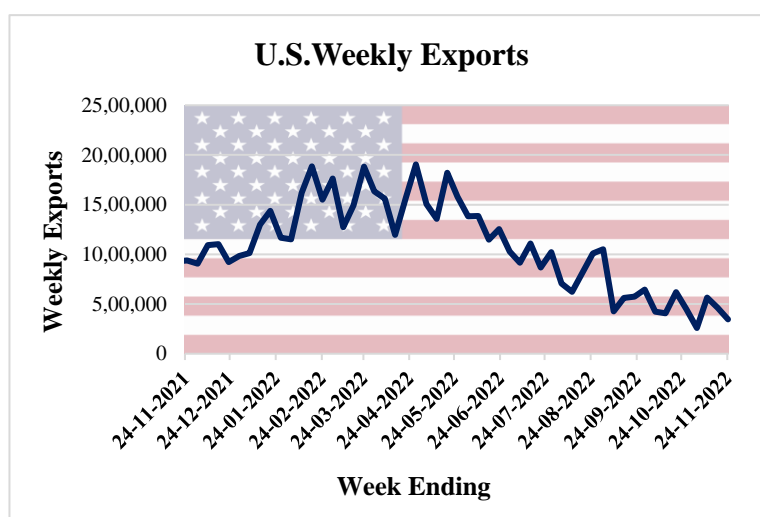
As per the Trade sources India exported around 2,28,890 MT of Maize during October 2022 with the average FOB of around 327 USD/MT. Also, out of this around 1,06,201 MT of Maize was exported to Bangladesh with an average FOB of around 323 USD/MT and 11,302 MT of Maize was exported to Nepal with an average 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	302.00	291.50	318.50	283.18
C&F	352.00	346.50	378.50	318.10

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

U.S. Maize exports have reached at 5.77 million metric tonne (MMT) for 2021-22 Marketing Year, with the exports of 0.34 MMT for the period of 17th November 2022 to 24th November 2022. Exports of 344,500 MT were primarily to Mexico (193,100 MT), China (77,100 MT), Japan (25,100 MT), Canada (17,800 MT), and Honduras (8,300 MT).



Corn on CBOT down by 7.09 USD to 255.89 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	3-Dec-22	26-Nov-22	Change
Corn CBOT Prices	Dec-22	255.89	262.98	-7.09
	Mar-23	260.03	264.26	-4.23
	May-23	259.54	263.77	-4.23
	July-23	257.47	261.6	-4.13

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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