

# Maize-Weekly Fundamental Report

## Contents

Weekly Digest and Outlook

Domestic Scenario

- Spot Market Supply and Arrivals
- Spot Price
- Technical Analysis (Domestic Market)
- Price Outlook for Coming Week
- Exports

International Scenario

CBOT

## WEEKLY DIGEST AND OUTLOOK

During the week under review, arrivals in Davangere went down slightly however, in Gulabbagh, there was a notable increase in quantity of arrivals.

During this week, corn on CBOT went down by 7.87 USD to 249.30 per MT for May'23 contract.

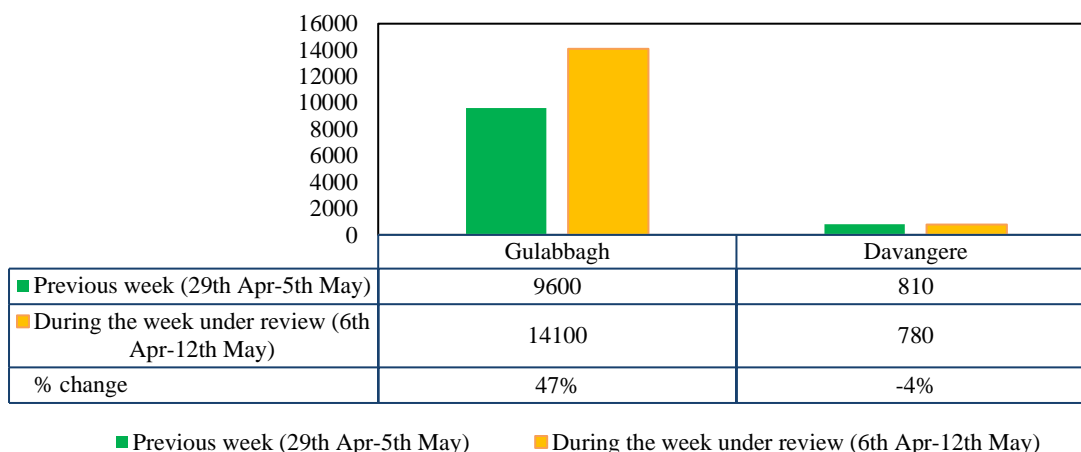
**Outlook:**

Prices are expected to remain bearish during the next week amid robust arrival pressure.

## DOMESTIC SCENARIO

### New Rabi Arrivals/Supply in Markets

#### Weekly Maize Arrivals (in tonnes)



During the week under review, Davangere market received 780 tonnes of maize arrivals, 4% less from 810 metric tonnes last week. However, the Gulabgh mandi witnessed an increase of 47% in the quantity of maize arrivals, totaling 1,4100 metric tonnes compared to last week's 9600 MT.

### Spot Price

As per trade sources, currently, traders, stockists, millers and private players are actively purchasing in markets of Bihar amid improved weather conditions. Meanwhile, demand appears sluggish in Gujarat, as buyers have already reached their purchasing limits. The prices of the maize growing belt in southern India have remained relatively stable, primarily due to the low prices prevalent in Bihar. However, it is anticipated that the market may decline further, as there will be considerable pressure due to high arrivals in benchmark market, Gulabgh despite the demand.

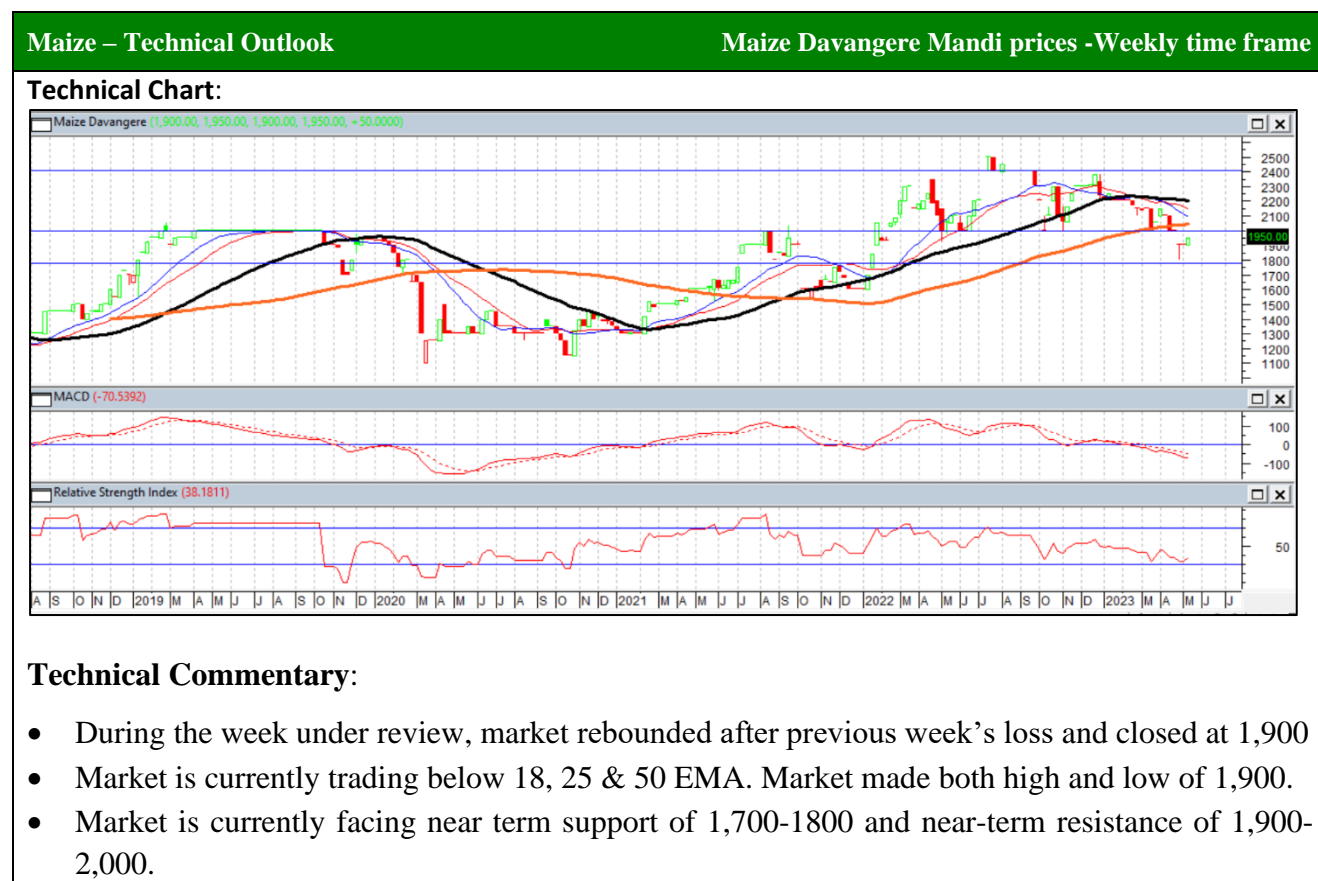
Maize (Corn)Weekly Prices:						
Market	Grade	12-May-23	06-May-23	11-Apr-23	11-May-22	11-May-21
Naugachia	Bilty	1750	1775	2050	2200	1500
Delhi	Hybrid Maize (U.P.)	2000	2060	2330	2450	Closed
Davangere	Loose	1950	NR	2000	2050	Closed
Shimoga	Bilty	NR	NR	NR	2150	NR
Ranebennur	Bilty	NR	NR	NR	2250	NR
Bagalkot	Hybrid/Local	2010	NR	NR	2210	NR

<b>Gadag</b>	Local	NR	1410	1870	1540	NR
<b>Nizamabad</b>	Bilty	1950	Closed	2100	2075	Closed
<b>Khanna</b>	Bilty	1910	1920	2200	2320	Closed
<b>Sangli</b>	Feed	2101	2052	2241	2402	1765
<b>Ahmedabad</b>	Feed	2000	NR	2100	2500	Closed
	Starch	2000	NR	2100	2600	Closed

During the week under review, there were slight fluctuations in the prices of maize across different markets. In Davangere, the average price per quintal of maize increased slightly from INR 1900 to INR 1937.5. Bengaluru witnessed a similar trend, with prices increasing from INR 2150 per quintal to Rs. 2187.5/ql. In Namakkal, the prices also experienced an upward trend, rising from INR 2200/ql. to INR 2237.5 per quintal compared to the previous week. On the other hand, in Chennai, prices remained constant, with no significant changes, at INR 2250 per quintal. However, the average bilty prices in the Gulabbagh market witnessed a slight decline from INR 2108.33 to INR 2100 per quintal.

## Technical Analysis (Domestic market)

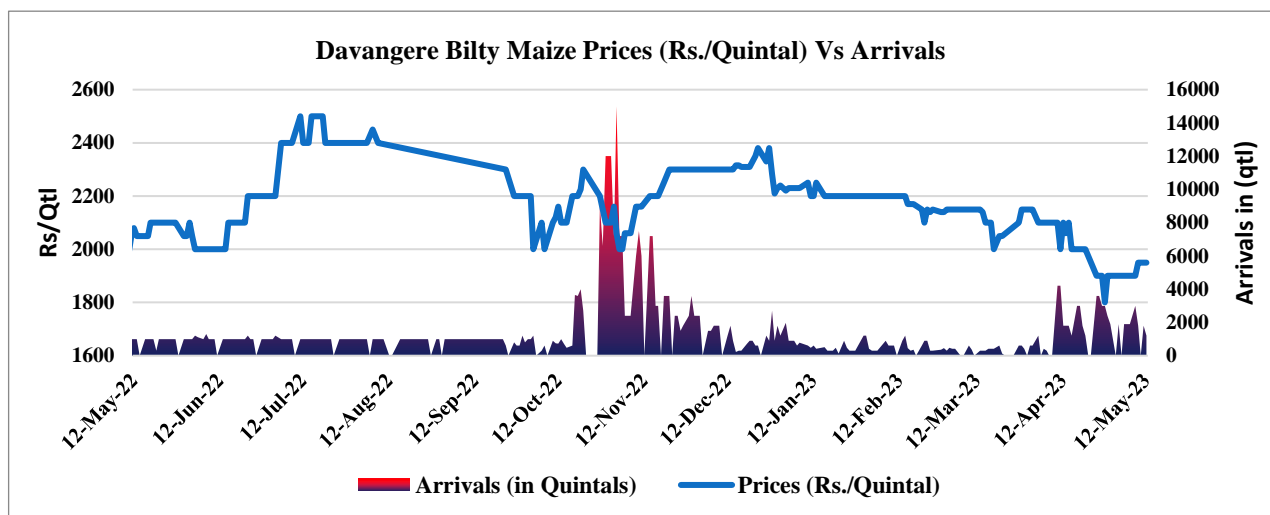
(Based on Davangere mandi prices)



- RSI is currently below 40, indicating weak buying strength and MACD is still indicating weak momentum.
- Market has breached 100 DMA, can be characterized as near-term resistance.

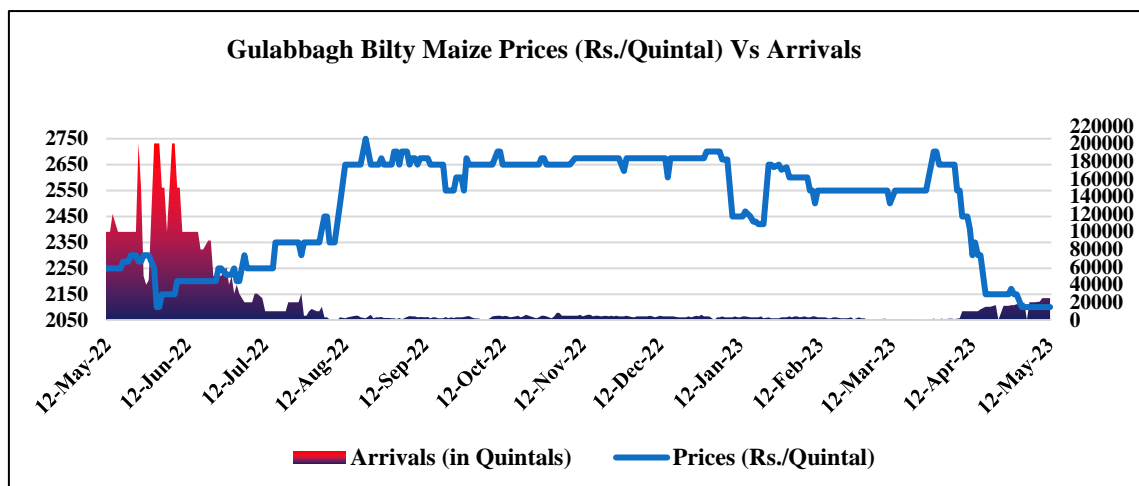
## Recommendation-

- Market Participants are recommended to wait to sell above 2,000 in the short run.



**Maize Price Outlook for coming week:** Davangere Maize mandi prices are currently trading at INR. 1,950/qtl. and are expected to remain bearish in the range of INR 1,800-2,000 in short run.

Maize Davangere Mandi Price Outlook (INR./Qtl)	Previous week 29 <sup>th</sup> Apr'23 – 5 <sup>th</sup> May'23	Week under review 6 <sup>th</sup> May'23 – 12 <sup>th</sup> May'23	Next week 13 <sup>th</sup> May'23 – 19 <sup>th</sup> May'23
Weekly Average Price	2,000	1,937.5	1,900-2,100



## Exports

According to trade sources, India exported a total of 300,220.11 metric tons of maize in March 2023, achieving an average free on board (FOB) price of approximately 290.89 USD per metric ton. Bangladesh and Nepal were the primary destinations for India's maize exports, receiving 138,514.54 metric tons and 10,991.92 metric tons, respectively, at average FOB prices of roughly 295.76 USD per metric ton and 294.79 USD per metric ton. (Export figures for April month are still awaited).

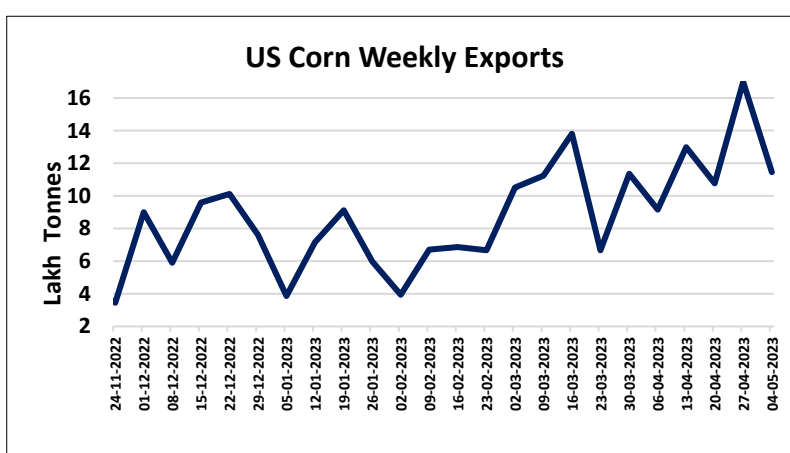
Weekly Averages of FOB and C&F Rate to Thailand (\$1=Rs.81.97)				
	Argentina	Brazil	US	India
<b>FOB</b>	255.67	243	272.33	258.13
<b>C&amp;F</b>	305.67	298	332.33	293.13

## INTERNATIONAL SCENARIO

In the 2022-23 Marketing Year, U.S. maize exports have reached 26.51 million metric tonnes (MMT), including 1.14 MMT exported from April 27 to May 04, 2023.

Exports of 1,146,100 MT were down 33 percent from the previous week and 8

percent from the prior 4-week average. The destinations were primarily to Mexico (389,400 MT), Japan (320,400 MT, including 50,100 MT - late), China (138,200 MT), Colombia (132,500 MT), and South Korea (69,400 MT).



## Corn on CBOT

During the week under review, corn on CBOT went down by 7.87 USD to 249.30 per MT this week for May'23 contract. Favorable weather conditions conducive to a robust crop yield and a notable surge in the value of the US dollar were perceived as factors exerting downward pressure on the market. Furthermore, the export market continues to display sluggishness, prompting traders to strategically position themselves in anticipation of the forthcoming USDA supply/demand report. AgriWatch expects that in the upcoming week also, corn on CBOT

would trade bearish.

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	12-May-23	05-May-23	Change
Corn CBOT Prices	May-23	249.30	257.17	-7.87
	Jul-23	230.80	234.83	-4.03
	Sep-23	201.07	211.41	-10.34
	Dec-23	200.29	210.52	-10.23

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