

Maize-Weekly Fundamental Report

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WEEKLY DIGEST AND OUTLOOK

During the week under review, Corn prices remained steady in Davangere, Karnataka market as, stocks have been exhausted and will remain so until the kharif crop arrives. However, in Gulabbagh arrivals increases compared to last week.

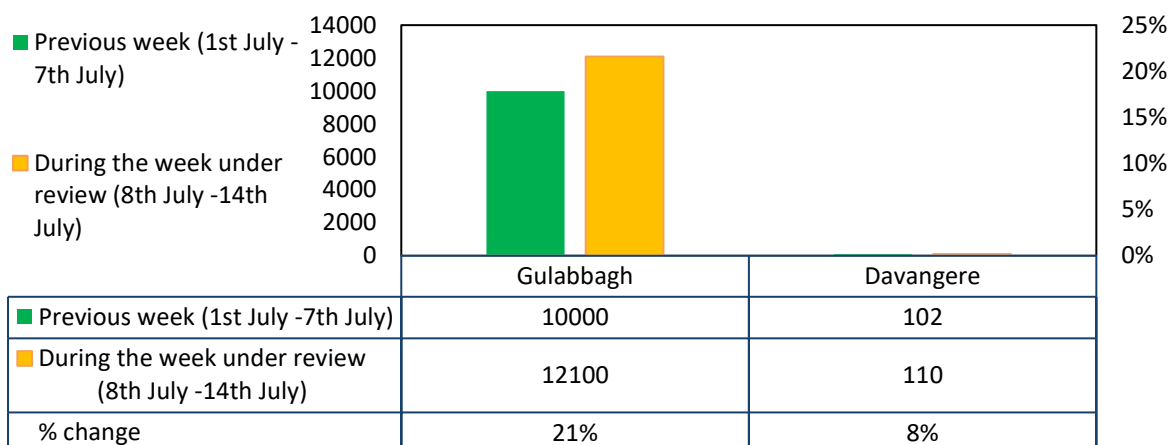
Throughout the week, the price of corn on CBOT witnessed a 10.6% decline and closed at 199.40 per MT for the Jul'23 contract.

Outlook:

Prices are expected to remain steady to firm during the next week.

DOMESTIC SCENARIO

Weekly Maize Arrivals (in tonnes)



New Rabi Arrivals/Supply in Market

During the week under review Gulabbagh market witnessed an increase of 21% in maize arrivals compared to the previous week, with a total of 12,100 tonnes received. However, the Davangere arrivals almost finished. Currently, only 110 tonnes of arrivals were recorded this week, showing an increase of 8% compared to the previous week's quantity of 102 tonnes.

Kharif Maize Sowing Updates (till 14th July, 2023)

S.No.	State	Area Covered		Difference in Area coverage	
		(Lakh Ha)		with Current Week	
		2023	2022	2022	2021
1	Andhra Pradesh	0.21	0.28	-0.07	-0.04
2	Arunachal Pradesh	0.427	0.427	0	0.041
3	Assam	0.338	0.324	0.014	0.071
4	Bihar	1.66	0.72	0.94	-1.08
5	Chhattisgarh	0.54	0.87	-0.33	-0.65
6	Gujarat	1.425	1.207	0.218	-0.223
7	Haryana	0.03	0.05	-0.02	-0.03
8	Himachal Pradesh	2.38	2.3	0.08	-0.27
9	Jammu Kashmir	1.871	1.932	-0.062	-0.087
10	Karnataka	6.85	10.5	-3.65	-3.48
11	Madhya Pradesh	9.74	9.62	0.12	-3.12
12	Maharashtra	3.341	5.997	-2.656	-1.974
13	Odisha	0.739	1.226	-0.487	-0.268
14	Punjab	0.89	0.75	0.14	-0.02

15	Rajasthan	8.979	5.145	3.834	3.81
16	Tamil Nadu	0.041	0.039	0.002	0.014
17	Telangana	0.563	1.062	-0.499	-1.213
18	Uttar Pradesh	3.492	3.624	-0.132	-1.67
19	Uttarakhand	0.17	0.19	-0.02	-0.06
20	West Bengal	0.15	0.19	-0.04	-0.07
	Total	44	46	-2.6	-13

Source: NFSM

- As per NFSM, kharif Maize sowing reached up to 44 Lakh Ha. till 14th July, 2023 which is down by 4.34% as compared to same period last year. However, gap has reduced compared to last week. 2
- The Government of India has set a target for 14 billion liters of bio-ethanol by 2025-26 and 50% of it was expected to be met by processing maize. There would be a requirement of an additional 17 million MT of maize grain for production of about 7 billion liters of ethanol.

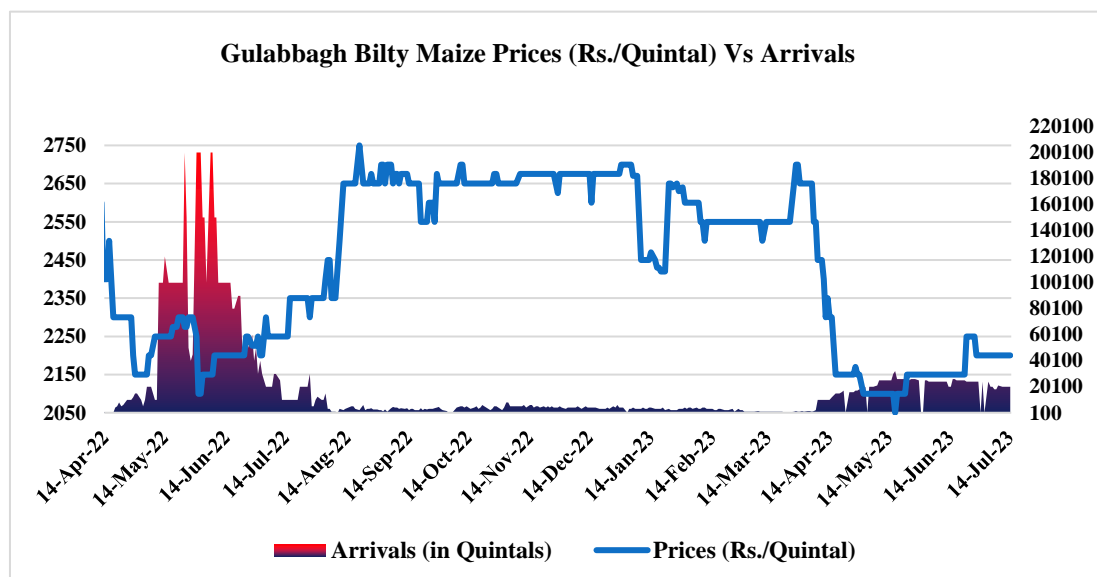
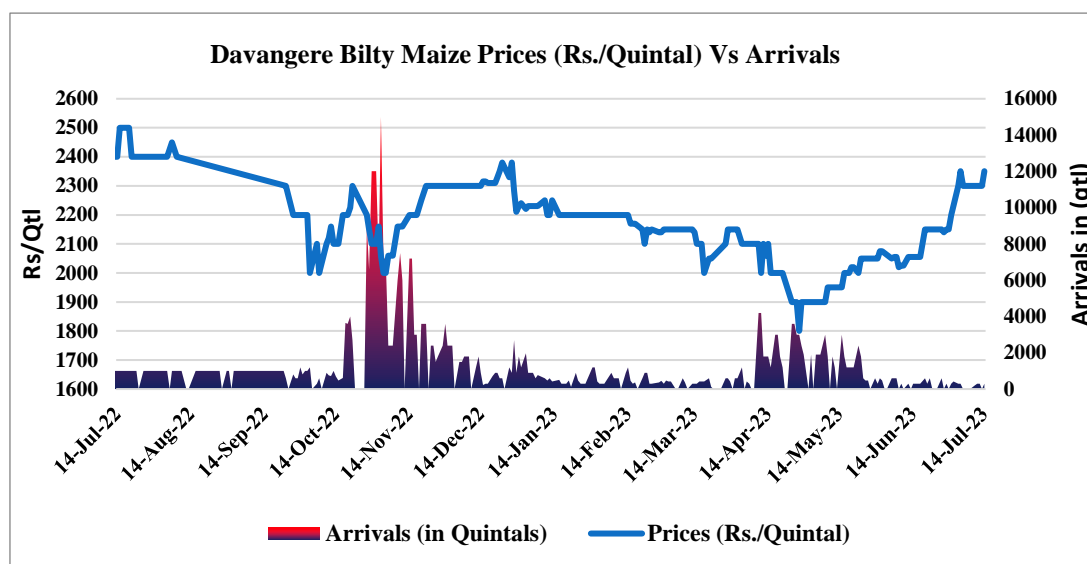
Spot Price

- During the week under review, market remained steady. Loose maize price was steady at Rs. 2312 per qtl. in Davangere market, whereas, in Naugachia and Gulabbagh market of Bihar prices were at Rs. 1966 and Rs. 2200 per qtl. for bilty Maize.
- Prices is likely to keep steady as the kharif maize acreage has picked pace and covered the deficit from last week as monsoon activities are increasing. However, standing maize summer crop (30-40%) currently in harvesting stage have been damaged due to rainfall in some parts of U.P. like Kasganj, Etah.

Maize (Corn) Weekly Prices:						
Market	Grade	14-Jul-23	07-Jul-23	13-Jun-23	13-Jul-22	13-Jul-21
Naugachia	Bilty	2000	1950	1750	2250	1825
Delhi	Hybrid Maize (U.P.)	1930	1930	1825	2250	1730
Davangere	Loose	2350	0	0	2400	1900
Shimoga	Bilty	NR	0	0	0	0
Ranebennur	Bilty	NR	0	0	0	0
Bagalkot	Hybrid/Local	2430	2135	2005	0	1900
Gadag	Local	NR	1800	0	0	1161
Nizamabad	Bilty	2150	2125	1950	2500	1900

Khanna	Bilty	1650	1800	1700	1950	1550
Sangli	Feed	2409	2378	2122	2678	2081
Ahmedabad	Feed	NR	2150	1900	2330	1950
	Starch	NR	2100	1950	2340	2000

- During the week under review, in Davangere, the average price per quintal of maize keeps steady at Rs. 2312 per quintal. And, in Gulababagh, Bihar price keeps steady at Rs. 2200 per quintal amid increase in arrivals.



Technical Analysis (Domestic market – Davangere market)

(Based on Davangere mandi prices)



Maize Price Outlook for coming week: Davangere Maize mandi prices are currently trading at INR. 2,300/ql. and are expected to remain in the range of INR 2,200-2,500 in short run.

Maize Davangere Mandi Price Outlook (INR./Qtl)	Previous week 1 st July'23 – 7 th July'23	Week under review 8 th July'23 – 14 th July'23	Next week 15 th July'23 – 21 st July'23
Weekly Average Price	2312	2312	2,300-2,500

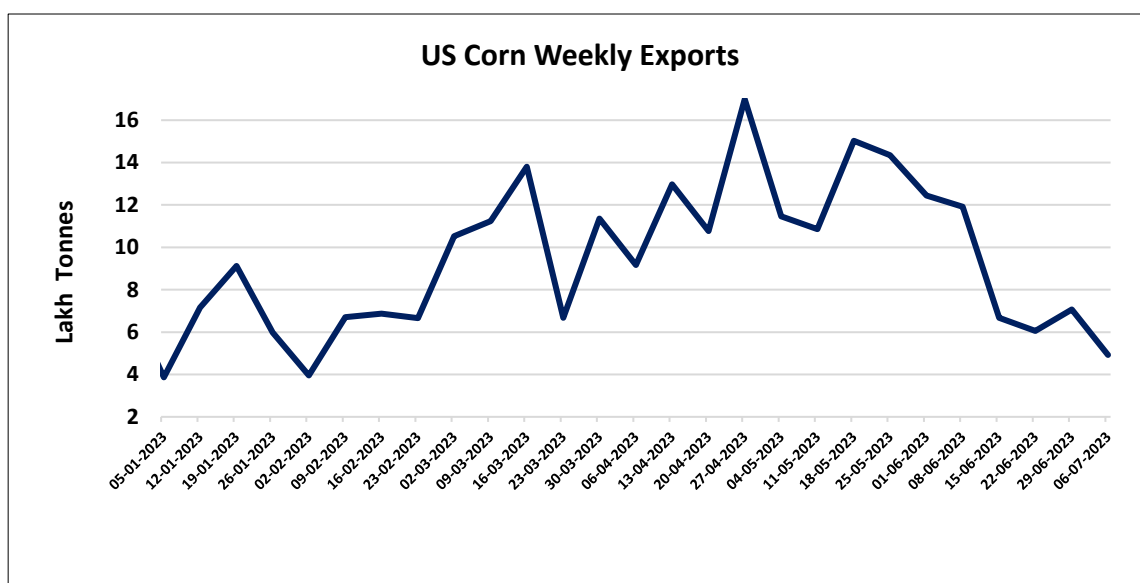
Exports

- As per trade sources, India exported a total of 3,61,008.47 MT of maize in May 2023.

Weekly Averages of FOB and C&F Rate to Thailand (\$1=Rs.82.37)				
	Argentina	Brazil	US	India
FOB	223.00	218.00	271.67	278.43
C&F	273.00	273.00	307.00	314.16

INTERNATIONAL SCENARIO

- In the 2022-23 Marketing Year, U.S. maize exports have reached 354.5 Lakh MT, including 4.927 Lakh MT exported from June 30 to July 06, 2023. Exports of 4.927 Lakh MT were down by 30% from the previous week.



- Following an unusually dry June in the U.S. Corn Belt, participants in the grain market are increasingly skeptical about the likelihood of corn and yields meeting the government's ambitious targets. The combination of recent weather conditions and the already high corn yield further supports these predictions though USDA is yet to make any changes to its forecasts.

Corn on CBOT

- During the week under review, corn on CBOT went down by 10.6% to 199.40 per MT this week for Jul'23 contract.

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	14 th -July-23	7 th -July-23	Change
Corn CBOT Prices	Jul-23	199.40	223.12	-10.6%
	Sep-23	202.25	196.45	3.0%
	Dec-23	206.88	199.40	3.8%
	Mar-24	209.54	204.03	2.7%

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