



Maize Monthly Outlook Report- June, 21

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Domestic Monthly market dynamics- June, 21

Price trend: Monthly average prices of Maize stood up at Rs.1552.7 per quintal during June- 21 and up by 2.20 percent from Rs.1520.70 in May- 21 and up by 10.60 % compared to last year. There was no much variation in mandi prices of maize across markets. It's may be due to low arrivals in mandis. Mandi prices of maize were ruling lower than minimum support price (Rs.1850/ qtl) for 2020-21 season.

Domestic and international market highlights - June, 21

Maize market summary - June, 21

Total Arrivals – 1.36 LMT

Average Price – Rs.1552.70/qtl

MSP- Rs.1850/qtl

Indian FOB- \$252/ton

Cheapest market Amaravathi (MH)	Rs.450/qtl
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Costliest market Pune(MH)	Rs.2250/qtl
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Increased price of sunflower oil and low demand of consumption of soybean oil has led to increase demand for corn refined oil in the past four years. Which leads to production of corn refined oil doubled in 4 year. Corn oil is consumed more in Gujarat and Maharashtra states.

Country's cereal exports witnessed a sharp surge in 2020-21 including non-basmathi rice, wheat, maize and other coarse cereals. **Export of Maize and other millets jumped by 238.3 percent to USD 694.14 million during 2020-21.** Other cereals, such as non-basmati rice increased by 136 percent to USD 4.8 billion and wheat surged by 774.20 percent to USD 549.20 million.

Central government is planning to use corn as feed stock for producing ethanol for fuel blending programme. Hence there is requirement of 15.6 million tonnes of corn to meet the country's ethanol production target in 2025-26.

During June-21, CBOT future quotes are hovering in the range from strong zone to weak tone. After reaching 52-week high in April-21, **CBOT future prices of maize for July-21 contract was projected to decline by \$30 from \$638 to \$608 per bushels.**

Supply and Demand - India, 2020-21

	Particulars (Fig. in MMT)	India	
		2020-21	2021-22
1	Opening stock	1.9	1.9
2	Production	30.20	28.30
3	Imports	0.10	0.30
4	Total availability (1+2+3)	32.10	30.50
5	Consumption	28.40	28.70
6	Exports	1.8	0.30
7	Total usage (5+6)	30.20	29
8	Ending stocks	1.9	1.4
9	Average monthly consumption	2.36	2.39

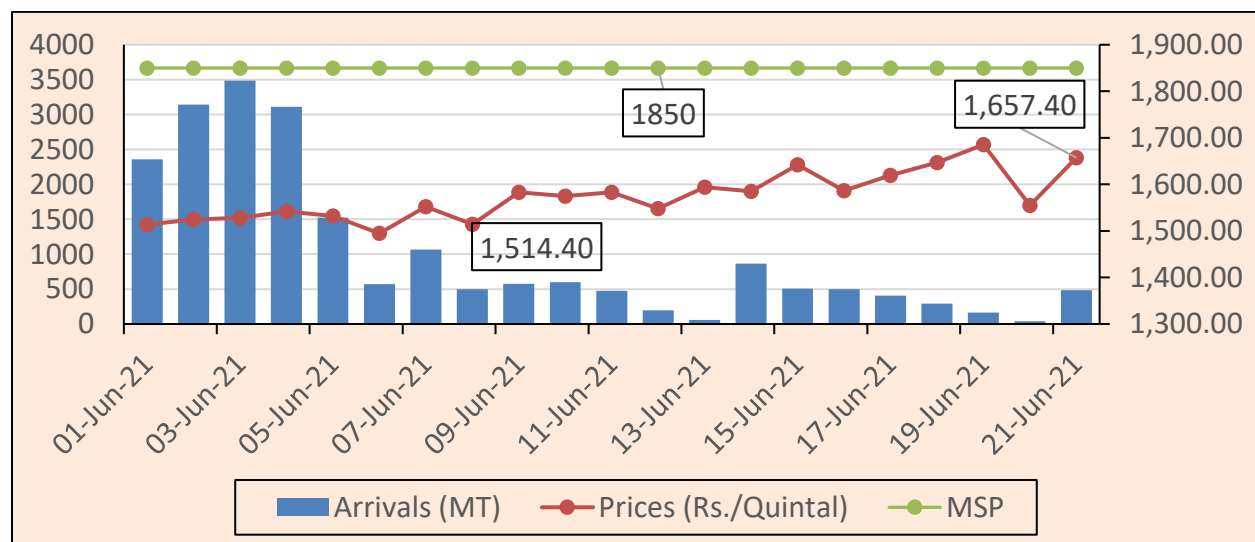
As per International grain council (IGC), India's maize production for 2021-22 is forecasted at 28.30 MMT compared to 30.20 MMT in 2020-21. Lower production is expecting in 2021-22 due to decrease in demand for poultry feed with effect of bird flu. Average monthly consumption will be 8.93 MMT. Export of maize in 2021-22 will be decrease by 0.5 MMT as per IGC forecast, June be due to more domestic availability for poultry feed.

Percentage growth in monthly arrivals and prices of Maize in India

Date	Prices			Arrivals		
	Rs./qtl	P-o-P % change	Y-o-Y % change	Metric Tonnes	P-o-P % change	Y-o-Y % change
June-21	1,552.50	▲ 2.20	▲ 10.60	136,803.70	▲ 70.30	▼ 62.50
May-21	1,519.60	▲ 2.20	▲ 5.90	80,328.60	▼ 30.80	▼ 77.10
Apr-21	1,486.40	▲ 4.20	▼ 5.10	116,037.60	▼ 40.80	▼ 37.90
Mar-21	1,426.70	▲ 5.30	▼ 11.10	195,987.20	▼ 42.20	▼ 22.80
Feb-21	1,354.30	▼ 2.90		339,347.10	▼ 14.60	
Jan-21	1,394.10	▼ 3.00	▼ 25.00	397,270.40	▼ 22.30	▼ 41.00

During June-21, maize arrivals was stabilized by 70.30 percent as against May-21 from 80 thousand tons to 136 thousand tons and its 62.50 lower compared to corresponding period of last year. With the low arrivals, during last 5 months, prices of maize are stood up by Rs.158.40 from Rs.1394 to Rs.1552.50 per quintal. Maize prices in coming months would likely to rise some more due to low arrivals.

Daily arrivals and prices analysis of maize during June-21



Maize arrivals during June, 21 witnessed for high in first week and declined in the second week. So with low arrivals prices are stabilized by Rs.143 quintal from first week onwards

to Rs.1657.40 per quintal. However, procurement prices are below the MSP throughout the month.

State wise monthly price analysis of Maize (Rs/ qtl) during June-21

State	June, 2021	May, 2021	June, 2020	% Change(Over Previous Month)	% Change(Over Previous Year)
Andhra Pradesh	1417.54	1340.52	1480.06	5.75	-4.22
Chhattisgarh	1382.4	1367.4	1177.67	1.1	17.38
Haryana	1435.06	1380	1175.79	3.99	22.05
Karnataka	1657.19	1520.66	1371.84	8.98	20.8
Madhya Pradesh	1507.57	1460.99	1131.28	3.19	33.26
Maharashtra	1628.67	1471.66	1263.44	10.67	28.91
Odisha	1341.14	1318.12	1323.14	1.75	1.36
Rajasthan	1628.76	1573.54	1519.82	3.51	7.17
Tamil Nadu	1792.89	1693.06	1445.59	5.9	24.02
Uttar Pradesh	1530.17	1545.34	1330.76	-0.98	14.98

Monthly average wholesale maize prices in India were traded at in the range of Rs.1350 to 1700 per quintal. Except Punjab and Gujarat, in all the states, maize prices are showing positive trend compared May-21. Maize prices in coming months would likely to trade at steady tune around Rs.1500 as procurement stabilized in major states.

Price comparison with peers (Cereals and Millets) during June-21

Paddy



Rs.1632.40/ qtl
(▼2.40%)

Wheat



Rs.1822/ qtl
(▼4.50%)

Maize



Rs.1552/ qtl
(▲2.20%)

Sorghum

Pearl Millet

Finger Millet



Rs.1949./qtl
(▲0.40 %)



Rs.1349.50/qtl
(▼2.00%)



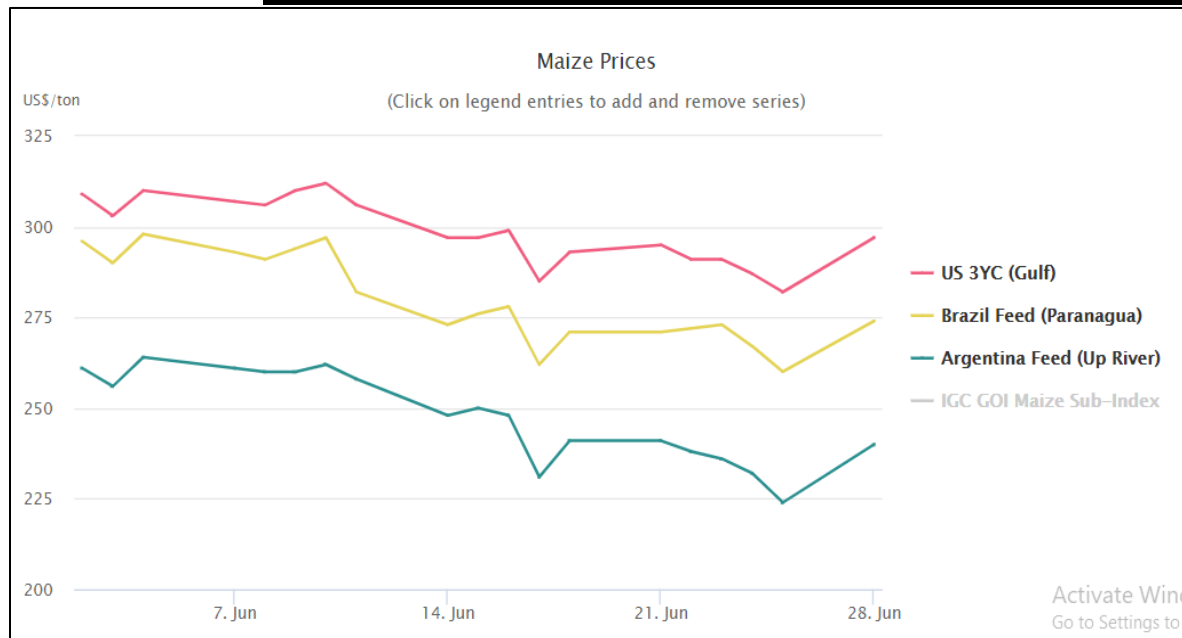
Rs.2791.50/qtl
(▼4.20%)

* () parentheses represents the % change from previous month

Maize- Global Price Outlook

Free on board (FOB) prices of Maize: (USD/T)

Countries -type	28 th June	3 rd June	\$ change	Annual Change	52 Week Low	52 Week High
Argentina Feed (Up River)	240	256	-16	67%	144	290
Brazil Feed (Paranagua)	279	290	-11	56%	178	298
US 3YC (gulf)	297	303	-6	87%	159	333



Source: International Grain Council (IGC)

- Currently maize is shipping at \$252 per MT FOB by from India.
- As per above data, Maize price in International market is hovering from steady form to weak tone since first week of June. Corn is currently being shipped at \$279/ MT from Brazil, \$240/MT from Argentina and \$297 / MT form US Gulf as per IGC.

CBOT future prices of Maize (USD/bushels)

During June-21, CBOT future quotes are hovering in the range from strong zone to weak tone. CBOT future prices of maize for Sep-21 contract was projected to decline by \$88 from \$640 to \$552 per bushels.