

**Maize Domestic Market Fundamentals:**

**Mostly mixed sentiment featured in various key cash markets of maize on Tuesday.**

- Maize prices at Naughachia market are continued to sustain at price level Rs. 1025-1030 per quintal to second consecutive day and industrial users purchased enough stocks (mainly poultry users) to fulfill the requirement till Kharif crop arrivals.
- Domestic maize prices started its bull rally from January 2011 onwards on higher demand from the starch and poultry feed industries. Prices were up by 30.77% to Rs. 1175/qtl in Davangere (Karnataka), 23.71% to Rs. 1200/qtl in Nizamabad (Andhra Pradesh), 23.53% to Rs.1260/qtl in Delhi but the prices at Naughachia (Bihar) were down by 6.82% to Rs.1025/qtl over the period of 5 months.

**International Market Fundamentals:**

- According to Census data of US, October 2010 to March 2011 corn exports reached 21.7 million tons, down 3.5 per cent from the previous year and the pace of sales and shipments in recent weeks has not supported the previous forecast.
- The uncertainty of weather created planting delays in the eastern Midwest and northern plains of U.S. will have adverse impact on corn acreage and yield enticed traders to sustain weather premium in the market

**Outlook:**

**We feel that prices are likely to remain range bound to firm on higher arrivals from major Rabi maize growing areas amid higher demand from poultry and starch industry as well as overseas demand may keep the prices higher levels.**

**Spot Prices at Key Markets**

Market	Grade	Prices (Rs./qtl)			Arrivals in bags (1 bag = 1 Qtl)		
		31.05.2011	30.05.2011	Change	31.05.2011	30.05.2011	Change
Delhi	Hybrid	1250	1260	-10	1500	1500	Unch
Nizamabad	Bilty	1200	1160	+40	200	800	-600
Davangere	Bilty	1180	1210	-30	100	300	-200
Naughachia	Bilty	1030	1025-1030	Unch	500	400	+100
Kolkata	Mill	1200-1225	1200	+25	700	400	+300
Ahmadabad	Feed	1240	1230	+10	3000	4000	-1000
Ahmadabad	Starch	1245	1230	+15			

**NCDEX Maize Futures**

Contract	+/-	Open	High	Low	Close
Jun-11	-3.5	1285.5	1300	1283	1289
Jul-11	-11	1338	1348.5	1330	1330
Aug-11	-2.5	1372	1377	1366	1366
Sep-11	5.5	1372	1386	1372	1375

Spread	Jun-11	Jul-11	Aug-11	Sept-11
Basis	-121.75	-162.75	-198.75	-207.75
Jun-11		41	77	86
Jul-11			36	45
Aug-11				9

Contract	Volume	Change	OI	Change
Jun-11	2980	-1810	9760	-320
Jul-11	1341	-1099	1450	-3300
Aug-11	620	-270	1680	390
Sept-11	550	120	1020	350

Stocks	Demat	In-Process	Total	FED
	28.05.11	28.05.11	28.05.11	30.05.11
Davangere	1097	0	1097	1097
Nizamabad	438	205	643	438

CBOT Corn Futures:			(Unit: Cents/bushel)		
Contract	+/-	Open	High	Low	Close
Jul-11					
Sept-11					
Dec-11					
Mar-12					
May-12					

\* This section will be updated by tomorrow 10.00AM.

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