

Maize Domestic Market Fundamentals:

Mostly steady to firm tone sentiment witnessed in domestic maize market on Thursday.

- Reportedly lean arrivals noticed in Bihar markets as a result of overnight rains. Prices remained steady on dull trade activities due to high moisture content (13-15%) in produce.
- Lean arrivals noticed in Nizamabad market as a result of depleting stocks with traders amid higher demand from local poultry feed users supported prices to gain further by Rs. 40 per quintal.

International Market Fundamentals:

- As per the USDA's report, 69 percent of the corn crop is in good-to-excellent condition and 31 percent was in fair-to-very-poor condition (as on 13th June 11) wherein 77 percent of the crop was in good-to-excellent condition and 23 percent was in fair-to-very-poor condition at this time in 2010.
- South Korea is the third-largest corn importer stepped up to use wheat in animal feed due to a surge in corn prices to record highs and is plans to buy around 600,000 metric tons of animal feed-grade wheat for arrival in the October-December period, along with 110,000 tons for September.

Outlook:

We feel that prices are further expected to remain steady to firm on depleting stock levels in the market amid good demand from the poultry feed users.

Spot Prices at Key Markets

Market	Grade	Prices (Rs./qtl)			Arrivals in bags (1 bag = 1 Qtl)		
		16.06.2011	54.06.2011	Change	16.06.2011	15.06.2011	Change
Delhi	Hybrid	1180	1180	Unch	700	1200	-500
Nizamabad	Bilty	1260	1220	+40	200	200	Unch
Karimnagar	Bilty	1240	-	-	100	-	-
Davangere	Bilty	1235	1200	+15	250	250	Unch
Naughachia	Bilty	950	950	Unch	500	500	Unch
Gulab Bagh	Bilty	1230	-	-	-	-	-
Kolkata	Mill	1150	1150	Unch	500	500	Unch
Ahmadabad	Feed	1250-1280	1250-1275	+5	7000	6000	+1000
Ahmadabad	Starch	1225-1255	1225-1250	+5			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Jun-11	-14.5	1245	1229	1245	1250
Jul-11	-25.5	1300	1300	1277	1278
Aug-11	-28.5	1329	1329	1301	1305
Sep-11	-21.5	1312	1313	1305	1306

Spread	Jun-11	Jul-11	Aug-11	Sept-11
Basis	-37.5	-65.5	-93	-94.5
Jun-11		28	55.5	57
Jul-11			27.5	29
Aug-11				1.5

Contract	Volume	Change	OI	Change
Jun-11	1740	70	2200	-1360
Jul-11	5340	1830	14480	1010
Aug-11	3340	2050	5720	1390
Sept-11	560	230	2070	230

Stocks	Demat	In-Process	Total	FED
	15.06.11	15.06.11	15.06.11	06.06.11
Davangere	1097	0	1097	1097
Nizamabad	1471	103	1574	1116

CBOT Corn Futures:			(Unit: Cents/bushel)		
Contract	+/-	Open	High	Low	Close
Jul-11	-24.25	725.75	728.50	698.75	701.50
Sept-11	-20.25	704.75	708.25	681.25	684.50
Dec-11	-13.00	666.25	672.25	650.00	653.00
Mar-12	-12.00	677.25	683.25	661.75	665.50
May-12	-11.75	685.00	690.00	669.50	673.00

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