

Maize Daily Fundamental Report

May 05th, 2012

Maize Domestic Market Fundamentals:

- Steady to weak sentiments recorded in various key spot markets of maize today owing to improved arrivals and subdued demand which kept the prices at lower side.
- Around 100 rakes of maize has been moved from Rannebeneru district itself in this season. Rannebeneru is one of the biggest loading hub of maize in India.
- There are around 30000 tons of maize stock left in Rannebenuru district out of which around 5000 10000 tons of stock left for farmers.
- Meanwhile, acreage seems to increase in Neemuch (MP) for maize as good remuneration from maize urge the farmers to grow maize in their fields instead of tur and urad as reported.
- Lower maize prices in Bihar divert Rajasthan and Gujarat maize demand towards Bihar. Rajasthan and Gujarat buyers normally buy maize from Karnataka and Maharashtra markets due to lesser transportation cost. However, recent steep decline in prices of maize in Bihar urge the Ahemedabad poultry buyers to buy maize from Bihar. Ahmeadabad delivery rate from Koppal is Rs. 1280-1300 per quintal while Ahemadabad delivery from Naugachia (Bihar) is Rs 1270 per quintal.
- Around 71 rakes of maize has been moved out from Davengere market to various consumption centers in this season till
 date as reported. However, recently there is no business of rakes for maize reported due to continuous decline in maize
 prices.
- Farmers in Karnataka have 38% of stock holding of maize till date as reported.
- Movement of maize by Lorry are witnessed from Bihar to various consumption centers like Gujarat, Rajasthan and Punjab.
- A maize cargo of 36000 tons is loading at Chennai Port and the vessel name is C. Duke.
- Arrivals in AP were good and around 10000-15000 bags per day of arrivals are reported in various markets.
- Meanwhile, demand from Poultry and Starch Industries was good as reported.

Daily International Market Scenario:

- Corn planting reached to half way point in US as reported.
- Argentina will not export corn to China as most of the Argentina corn is genetically modified.
- After having bumper planting week for corn, recent rains might slow the corn planting for the next week as expected. Weather forecaster's forecasts rainfall over the next five days on the trot which might slow the pace of corn planting in US.

Outlook: Maize prices are moving downwards in domestic markets owing to good arrivals from Bihar. In addition to it, weak international corn sentiments also weigh on the domestic prices. We expect prices will continue its bear run for the coming days.

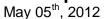
Spot Prices at Key Markets:

| | Grade | F | Prices (Rs./qtl) | | Arrivals in bags | | |
|-----------|--------|-----------|------------------|--------|------------------|-----------|--------|
| Market | | 04.5.2012 | 03.5.2012 | Change | 04.5.2012 | 03.5.2012 | Change |
| Delhi | Hybrid | 1175 | 1170 | +5 | 727 | 727 | Unch |
| Nizamabad | Bilty | 1140 | 1150 | -10 | 1000 | 1000 | Unch |
| Davangere | Bilty | 1090 | 1095 | -5 | 1667 | 667 | +1000 |
| Koppal | Bilty | 1140 | 1140 | Unch | - | - | - |
| Naugachia | Bilty | 900 | 900 | Unch | 16667 | 16667 | Unch |
| Kolkata | Mill | 1100 | 1100 | Unch | 8333 | 8333 | Unch |
| Ahmedabad | Feed | 1200 | 1240 | -40 | 4000 | 4000 | Unch |
| | Starch | 1250 | 1270 | -20 | 4000 | 4000 | |

NCDEX Maize Futures

| Contract | +/- | Open | High | Low | Close | Spread | May-12 | June-12 | June-12 |
|----------|-----|------|------|------|-------|---------|--------|---------|---------|
| May-12 | -18 | 1178 | 1183 | 1157 | 1164 | Spot | -24 | -57 | -96 |
| June-12 | -16 | 1211 | 1212 | 1190 | 1197 | May-12 | | 33 | 72 |
| July-12 | -20 | 1244 | 1244 | 1227 | 1236 | June-12 | | | 39 |

| Contract | Valuma | Change | 01 | Change | Stocks | Demat | In-Process | Total | FED |
|----------|--------|--------|-------|--------|-----------|----------|------------|----------|----------|
| Contract | Volume | Change | OI | Change | SIUCKS | 03.05.12 | 03.05.12 | 03.05.12 | 30.04.12 |
| May-12 | 4090 | -220 | 9400 | -30 | Davangere | 2295 | 100 | 2395 | 2145 |
| June-12 | 2960 | -450 | 10570 | -30 | Nizamabad | 8542 | 0 | 8542 | 8542 |
| July-12 | 270 | -140 | 2140 | -30 | | | | | |





CBOT Corn Daily Futures Price Listing (USD/MT) as on 3rd May 2012

| Contract Month | Open | High | Low | Close | Change |
|----------------|--------|--------|--------|--------|--------|
| May-12 | 253.97 | 257.41 | 251.90 | 256.14 | 8.50 |
| Jul-12 | 240.78 | 242.75 | 239.11 | 241.87 | 1.18 |
| Sep-12 | 212.25 | 213.13 | 209.20 | 211.56 | -1.75 |
| Dec-12 | 208.80 | 209.49 | 206.25 | 208.41 | -0.59 |
| Mar-13 | 213.23 | 214.02 | 210.97 | 213.04 | -0.59 |

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