

Maize Domestic Market Fundamentals:

- Cash maize market is likely to trade under pressure on bearish outlook ahead amid wheat price losing ground for uptrend.
- Continuous arrivals and weak demand in key Bihar markets weighed on the prices. However, prices improved in Davangere market due to improved demand from domestic feed buyers and depleting ready stock of maize.
- Maize prices were seen steady in various markets of AP despite fresh buying support from Poultry and Starch Industries. Meanwhile, around 30% stock of maize is still left in Nizamabad.
- No major development was witnessed in other major trading hubs of maize due to sluggish demand.
- According to the sources, maize export has already touched at 2.5 million tonnes in 2011-12 so far and we expect it to touch 3 million tonnes in this marketing season with normal pace of export. Weak INR and The US, Argentina's higher FOB quotes are expected to lend good support to Indian exporters in near and medium term.

Daily International Market Scenario:

- Corn CBOT closed lower on higher selling pressure as traders are in fear of weak economy growth world over.
- Maize demand may get affected globally on account of recent decline in wheat prices as maize buyers may shift towards wheat.
- Asian buyers prefer to buy corn over wheat for animal feed for the first time a year owing to higher wheat prices in CBOT market. The situation may change with firming of corn prices in the global market
- Recent USDA report shows that 72 percent of US corn is good to excellent compared to 77 a week earlier due to lack of rainfall and dry weather affecting new planted corn. However, recent rains have eased fear of production short fall to some extent.

Outlook: We expect maize to trade range bound at current lower level in Tuesday's trading session.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags		
		04.6.2012	02.6.2012	Change	04.6.2012	02.6.2012	Change
Delhi	Hybrid	1075	1080	-5	727	545	+182
Nizamabad	Bilty	1080	-	-	300	-	-
Davangere	Bilty	1120	-	-	667	-	-
Koppal	Bilty	1130	1130	Unch	-	-	-
Naugachia	Bilty	875	875	Unch	16667	20000	-3333
Kolkata	Mill	1000	975	+25	8333	8333	Unch
Ahmedabad	Feed	1140	1130	+10	4000	7000	-3000
	Starch	1170	1175	-5			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close	Spread	June-12	July-12	Aug-12
May-12	-9	1099	1105	1091	1092	Spot	-24		
June-12	-8	1149	1155	1142	1144	May-12		50	
July-12	-4	1171	1185	1169	1174	June-12			22

Contract	Volume	Change	OI	Change	Stocks	Demat	In-Process	Total	FED
						02.06.12	02.06.12	02.06.12	28.05.12
May-12	6210	1870	7230	-3470	Davangere	2839	0	2839	2741
June-12	4210	720	10550	950	Nizamabad	6059	0	6059	5958
July-12	1780	650	7780	120					

CBOT Corn Daily Futures Price Listing (USD/MT) as on 01st June 2012

Contract Month	Open	High	Low	Close	Change
Jul-12	219.53	228.09	216.87	217.07	-3.75
Sep-12	206.94	210.18	201.92	202.61	-4.23
Dec-12	205.36	208.02	200.05	200.74	-12.00
Mar-13	209.69	212.05	204.38	205.07	-4.62
May-13	212.54	215.00	208.12	208.12	-4.62

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