

Maize Domestic Market Fundamentals:

- Steady to firm sentiments witnessed in various maize spot markets on Saturday.
- Around 50% stock left for maize in Bihar at present. Also, arrivals of maize declined to around 7000 bags on an average daily which was around 16000-17000 bags daily till last week.
- As far as rake loading is concerned, around 200 rakes have already moved from Bihar till date. Meanwhile, daily 5 rakes are loading from various stations from Bihar to various consumption centers.
- Rare purchase of around 39000 metric tons of Indian corn by South Korean Feed miller Nonghyup Feed Inc. at 259.83 per ton C&F for July delivery. South Korea is experimenting with Indian corn as Indian corn is offering much below compared to US corn. South Korea is trying to fill the supply gap for the time being by importing Indian corn. However, countries like Vietnam have raised quality concerns over Indian corn. If Indian corn exporters can deliver good quality corn then lucrative Indian corn prices can attract big importer countries like Japan, China and South Korea.
- Feed millers in Vietnam bought around 20,000 tonnes of Indian maize this week for shipment in July. Indian corn to Vietnam was traded at around \$248 a tonne, including cost and freight (C&F)
- Maize sowing in Karnataka has not started yet but recent monsoon showers might encourage the farmers to plant corn as soon as possible.
- Indian exporters quote competitive corn prices which is cheaper than South American cargoes. Recently, South Korea's corn Processing Industry Association bought 60000 tones of South American corn from Cargill at \$262.72 C&F against Indian corn C&F prices from Bihar offered at \$230 to \$240 per ton.

International Market Scenario:

- Corn prices surged yesterday over China rate cut and extended dry weather in US affecting newly planted corn crop.
- US has export 3.6 million tons corn this week which takes the overall corn export figures to 30.74 million tons in 2012.
- China has imported around 1.76 million tons corn in the first four months and still there is a potential of around 5.2 million tons of corn imports in this marketing year.

Outlook: Firm international cues and depleting arrivals of maize in Bihar market support the maize prices in Domestic markets. We expect maize prices are likely to remain range bound with firm tone in the coming days.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags		
		09.6.2012	08.6.2012	Change	09.6.2012	08.6.2012	Change
Delhi	Hybrid	1050	1050	Unch	909	727	+182
Nizamabad	Bilty	-	1080	-	-	1000	-
Davangere	Bilty	-	-	-	-	-	-
Koppal	Bilty	1125	1125	Unch	-	-	-
Naugachia	Bilty	875	870	+5	6667	8333	-1667
Kolkata	Mill	1000	1000	Unch	6667	8333	-1667
Ahmedabad	Feed	1140	1120	+20	7000	5000	+2000
	Starch	1170	1150	+20			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close	Spread	June-12	July-12	Aug-12
June-12	-1	1094	1103	1094	1103	Spot			
July-12	4	1148	1158	1145	1147	May-12			
Aug-12	11	1185	1194	1179	1183	June-12			

Contract	Volume	Change	OI	Change	Stocks	Demat 08.06.12	In-Process 08.06.12	Total 08.06.12	FED 04.06.12
June-12	30	-630	2650	-850	Davangere	2838	50	2888	2839
July-12	1960	-4070	14070	-150	Nizamabad	5449	51	5500	6059
Aug-12	430	-680	9050	-20					

CBOT Corn Daily Futures Price Listing (USD/MT) as on 08th June 2012

Contract Month	Open	High	Low	Close	Change
Jul-12	233.40	238.32	230.35	235.37	4.00
Sep-12	212.94	217.17	210.38	216.87	3.15
Dec-12	210.77	214.32	207.23	214.12	7.50
Mar-13	215.30	218.94	211.95	218.84	3.05
May-13	217.07	221.99	215.10	221.99	3.15

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2005 Indian Agribusiness Systems Pvt Ltd.