

Maize Domestic Market Fundamentals:

- Maize prices witnessed steady to firm tone in various spot markets on Saturday. Markets in Nizamabad and Davengere remained closed.
- Good demand from the poultry and feed industry supported prices.
- Considering the increasing demand from different industries and low farming input costs, Punjab government has decided to promote the cultivation of maize.
- There are arrivals of maize from Bihar and U.P. in the northern centers. Arrivals of 250-300 quintals of maize are reported from Uttar Pradesh in Delhi.
- Increasing arrivals from Uttar Pradesh could weigh on prices to certain extent in the medium –term.
- According to trade sources around 100 rakes of maize has been exported from Bihar to Malaysia during this season.
- Firm tone in the far month futures contract at NCDEX added to the positive tone of the market.
- The Cabinet committee on Economic Affairs approved the Minimum Support Prices (MSPs) for Maize Kharif Crop of 2012-13 season. The MSPs of Maize have been raised by Rs.195 per quintal and fixed at Rs.1175 per quintal. (Source: Pib)
- Maize sowing has started in AP and farmers have planted maize in 0.012 lac hectares till 6th June 2012 lower than last year ~0.02 lac hectares maize sowed at same period.

International Market Scenario:

- Corn prices at CBOT declined following profit-booking ahead of Greek elections during the weekend and forecast of higher acreage in the United States in the coming season.
- USDA increase world corn production by 4.2 million tons this month over increasing corn production in countries like China, EU-27 etc. As far as exports are concerned, corn exports are projected 50 million bushels lower owing to tight corn US supplies and stiff competition with Brazil and Argentina which pressurize the US corn exports which might depress the corn prices in International corn markets.

Outlook: Maize prices are likely to notice steady to firm tone in the short –term following good demand in the domestic market. However increasing arrivals from Uttar Pradesh will weigh on prices to certain extent in the medium –term.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags		
		16.6.2012	15.6.2012	Change	16.6.2012	15.6.2012	Change
Delhi	Hybrid	1035	1035	Unch	909	909	Unch
Nizamabad	Bilty	-	-	-	-	-	-
Davangere	Bilty	-	1140	-	-	833	-
Koppal	Bilty	1150	1100	+50	-	-	-
Naugachia	Bilty	865	865	Unch	5000	8333	-3333
Kolkata	Mill	1000	1000	Unch	6667	8333	-1666
Ahmedabad	Feed	1190	1170	+20	4000	5000	-1000
	Starch	1180	1170	+10			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
June-12	-13.00	1150	1150.00	1145.00	1148
July-12	5.00	1180	1188.00	1173.00	1188
Aug-12	3.00	1222	1230.00	1215.00	1230

Contract	Volume	Change	OI	Change
June-12	130	-390	1940	270
July-12	4,210	-3600	13600	10
Aug-12	2,260	-1420	10530	-370

Spread	June-12	July-12	Aug-12
Spot			
June-12			
July-12			

Stocks	Demat	In-Process	Total	FED
	15.06.12	15.06.12	15.06.12	15.06.12
Davangere	2542	0	2542	2838
Nizamabad	5448	0	5448	5448

CBOT Corn Daily Futures Price Listing (USD/MT) as on 15th June 2012

Contract Month	Open	High	Low	Close	Change
Jul-12	236.16	238.13	227.99	228.09	-22.00
Sep-12	204.97	207.23	200.54	200.54	-4.43
Dec-12	203.10	205.46	199.16	199.16	-10.00
Mar-13	207.92	210.08	204.08	204.08	-3.84
May-13	211.56	212.84	207.13	207.13	-3.84

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