

## Maize Domestic Market Fundamentals:

- Firm sentiments recorded in various maize spot markets on Monday. Increasing spot as well as export demand of maize supported by firm international cues led the maize prices upwards in domestic markets.
- India has exported around 2.4 million tons of maize in this marketing year till date starting in October. It is notable that Indian exporters are expected to ship around 900,000 tons of maize in the coming months.
- India is mainly export maize to countries like Vietnam, Malaysia and Indonesia at cheaper rates compared to US and Argentina. Recently, Feed millers from Vietnam bought 50000 tons of Indian maize at C&F \$255 per ton.
- Meanwhile, Malaysia is looking for around 100000 tons of corn for September delivery. It seems lucrative opportunity for Indian exporters as prices are very much at lower levels in Bihar which could give good amount of export parity to Indian exporters.
- 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.
- 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:

- US corn enters in the pollination phase which requires cool and wet weather conditions. However, forecasts for high temperature and little widespread rainfall would be a concern for standing crop.
- Informa Economics raised its US corn planting estimate for 2012-13 to 96.759 million acres from its previous forecast of 96.124 million acres.

**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		
		18.6.2012	16.6.2012	Change	18.6.2012	16.6.2012	Change
Delhi	Hybrid	1050	1035	+15	909	909	Unch
Nizamabad	Bilty	-	-	-	-	-	-
Davangere	Bilty	1100	-	-	500	-	-
Naugachia	Bilty	875	865	+10	3333	5000	-1667
Kolkata	Mill	1000	1000	Unch	8333	6667	+1667
Ahmedabad	Feed	1200	1190	+10	6000	4000	+2000
	Starch	1200	1190	+10			

## NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
June-12	3	1139	1160	1138	1150
July-12	11	1185	1196	1176	1193
Aug-12	8	1220	1234	1217	1230

Contract	Volume	Change	OI	Change
June-12	620	490	1510	-430
July-12	4900	690	13470	-130
Aug-12	2400	140	10820	290

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

Stocks	Demat	In-Process	Total	FED
	16.06.12	16.06.12	16.06.12	11.06.12
Davangere	2542	0	2542	2838
Nizamabad	5448	0	5448	5448

**CBOT Corn Daily Futures Price Listing (USD/MT)**

Contract Month	Open	High	Low	Close	Change
Jul-12					
Sep-12					
Dec-12					
Mar-13					
May-13					

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