

Maize Domestic Market Fundamentals:

- Maize Prices improved in various spot markets on Wednesday as weak arrivals and firm international cues support the prices of maize in domestic markets.
- As per Agriwatch Sources, acreage of Tur is likely to shift towards Maize in Jalna district in Maharashtra this year owing to delayed monsoon.
- Big names in Feed Industries from South Korea and Japan are seeking corn from major exporters like Argentina, Brazil, India and Ukraine which increases the competition between major exporters. Asian corn importers prefer to buy corn from these countries instead of US due to parity advantage. Corn exports from US is declining week on week basis due to increasing corn prices in CBOT due to dryness in corn fields which damage the crop.
- 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.

International Market Scenario:

- US corn prices declined on Tuesday owing to profit booking by traders at higher levels over slight improvement in weather.
- Israel private buyers has issued a tender to buy 45000 tons of corn from South America or Europe.
- 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.

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		
		20.6.2012	19.6.2012	Change	20.6.2012	19.6.2012	Change
Delhi	Hybrid	1060	1060	Unch	909	909	Unch
Nizamabad	Bilty	-	-	-	-	-	-
Davangere	Bilty	1140	1120	+20	833	833	Unch
Naugachia	Bilty	875	880	-5	1667	3333	-1667
Kolkata	Mill	1020	1000	+20	5000	8333	-3333
Ahmedabad	Feed	1200	1200	Unch	5000	10000	-5000
	Starch	1200	1200	Unch			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
June-12	-18	1176	1176	1150	1150
July-12	-16	1191	1199	1171	1178
Aug-12	-20	1233	1240	1212	1215

Contract	Volume	Change	OI	Change
June-12	470	-50	220	-240
July-12	5270	-810	12400	-300
Aug-12	2720	-300	10890	160

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

Stocks	Demat	In-Process	Total	FED
	19.06.12	19.06.12	19.06.12	18.06.12
Davangere	2542	0	2542	2542
Nizamabad	5448	0	5448	5448

CBOT Corn Daily Futures Price Listing (USD/MT) as on 19th June 2012

Contract Month	Open	High	Low	Close	Change
Jul-12	237.24	242.85	236.26	241.08	13.00
Sep-12	212.74	223.56	212.74	223.37	12.00
Dec-12	211.76	221.99	211.07	221.79	29.50
Mar-13	216.28	226.42	216.09	226.32	11.32
May-13	218.84	228.88	218.84	228.88	11.12

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