

Maize Domestic Market Fundamentals:

- Steady to weakness in maize prices witnessed in various key spot markets of maize on Wednesday.
- There is some maize crop damage hearing in Karnataka due to shortage of rainfall. However, there is no crop damage in AP as reported.
- Maize sowing has started in AP and farmers have planted maize in 0.9 lac hectares till 27th June 2012 higher than last year ~0.71 lac hectares maize sowed at same period but lower compared to normal sown area as on date ~1.52 lac hectares. Only 18% sowing has completed in AP till date.
- Maize prices seems bullish till June owing to firm demand and restricted rake loading of maize from Bihar till end of June might support the prices of maize. However, fresh arrivals of maize from new crop are picking up from states like UP and Punjab might depress the spot prices in the initial period of July month. In addition to it, lift of rake loading restrictions of maize from Bihar would increase the supply of maize in the markets.
- Presently, Rake loading restricted from Bihar to all routes due to traffic congestion at Khurja line which support the prices in Delhi as well as in Southern markets.
- Indian exporters have sold at USD 240 PMT CFR Malaysia Port Klang and Port Penang due to improvement in local maize prices.
- Starch is in demand these days from paper industries owing to new academic sessions and schools are starting which would ultimately increase the paper use.
- Maize acreage is likely to shift towards soyabean due to high remuneration in soyabean compared to maize. In addition to it, farmers haven't got remunerative prices in off seasons which discourage the growers.

International Market Scenario:

- Corn prices surged sharply in CBOT market yesterday over corn crop ratings declined by USDA.
- USDA report shows that 56 percent of US corn standing crop is in good to excellent condition, compared to 63 a week earlier due to lack of rainfall and dry weather affecting the new planted corn. Majorly, corn crop condition affected in states like Kansas, Indiana and Illinois.

Outlook: Prices should range bound movement with firm tone in key spot markets in future. Firm spot as well as export demand and firm international cues give boost to the prices of Indian maize.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags		
		27.6.2012	26.6.2012	Change	27.6.2012	26.6.2012	Change
Delhi	Hybrid	1130	1150	-20	1273	1273	Unch
Nizamabad	Bilty	-	-	-	-	-	-
Davangere	Bilty	1250	1250	Unch	1000	1000	Unch
Naugachia	Bilty	-	925	-	-	3333	-
Kolkata	Mill	-	1060	-	-	5000	-
Ahmedabad	Feed	1233	1250	-17	3000	8000	-5000
	Starch	1250	1240	+10			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close	Spread	July-12	Aug-12	Sept-12
July-12	4	1260	1264	1246	1263	Spot			
Aug-12	Unch	1305	1306	1290	1303	July-12			
Sept-12	6	1327	1337	1320	1333	Aug-12			

Contract	Volume	Change	OI	Change	Stocks	Demat	In-Process	Total	FED
July-12	7190	-890	13300	1080		26.6.12	26.6.12	26.6.12	25.6.12
Aug-12	4760	-1400	14560	1190	Davangere	2542	0	2542	2542
Sept-12	470	-1530	1900	-90	Nizamabad	5447	0	5447	5447
					Delhi	748	1765	2513	251

CBOT Corn Daily Futures Price Listing (USD/MT) as on 26th June 2012

Contract Month	Open	High	Low	Close	Change
Jul-12	249.44	256.82	247.77	254.27	15.00
Sep-12	234.98	244.03	233.31	243.84	11.12
Dec-12	236.06	245.90	234.68	245.61	30.00
Mar-13	239.70	249.54	238.62	249.35	11.22
May-13	241.57	251.51	240.78	251.22	10.43

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.