

Executive Summary:

- Maize prices mostly remained unchanged across the major cash markets at weekend.
- In Bihar, arrivals of maize were reported at 40,000 bags, same as previous day.
- In Delhi, red maize quotes were steady consecutive third day at Rs. 1330 per quintal on Saturday, sourced from Bihar.
- In Ahmadabad region of Gujarat, poultry feed makers quotes for maize were steady to Rs. 1310-1315 per quintal while starch feed makers' quoted maize steady at Rs. 1240-1350 per quintal on Saturday, sourced from Maharashtra.
- The maize bilty prices in Khanna market was quoted lower at Rs. 1340 per quintal compared to Rs. 1360 on Friday. Around 8-10 motors of maize reportedly arrived in the market. Sources revealed that maize stock could be around 200 motors in Khanna market.

International Market Commentary:

- As per the latest crop progress report released by USDA, the corn crop has been planted 88% as of 25th May, 2014 in the corn growing regions of U.S., higher by 4% from the last year but same from the last 5 year average period. Besides, corn has been emerged 60% as of 25th May, 2014, higher by 11% from the last year but below 4% from the last 5 year average period.
- As per Reuter news, U.S traders told that South Korea's largest animal feed maker Nonghyup Feed Inc purchased 120,000 tons of optional-origin corn for \$249.99 per ton including freight. 60,000 tons was for delivery in South Korea by Dec. 10 and 60,000 tons for delivery by Dec. 20.
- As per latest IGC update global maize output is projected at 955 MMT in 2014/15, down 1% y/y due to lower yield expectation. While world demand is seen expanding further in 2014/15 due to growth in feed and industrial uses will be much slower compared to last year.
- Total exporter stocks are expected to rise by 17% to a seven-year high in 2014/15; following recent bumper crops and lower than expected demand. China has ample stock and may increase further.

Outlook and Recommendation:

We expect market to trade lower amid higher arrivals from Bihar. However, any steep fall from current level is unlikely .Export and domestic demand continues.

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Jun-14	15.00	1108.00	1135.00	1108.00	1125.0
July-14	10.00	1148.00	1167.00	1148.00	1158.0
Aug-14	9.00	1181.00	1199.00	1181.00	1191.0

*Prices are taken at 5:00 p.m.

Contract	Volume	Change	OI	Change
Jun-14	5560	2610	22440	-920
July-14	5670	2940	36070	1170
Aug-14	1880	820	10890	1080

*Volume and OI are taken at 5:00 p.m.

Spread	Jun-14	July-14	Aug-14
Spot	-35		
Jun-14		33	66
July-14			33

*Basis – Gulabbagh (Spread calculated as at 5 p.m. prices)

Stocks	Demat	In-Process	Total	FED
	29.5.14	29.5.14	29.5.14	26.5.14
Gulabbagh	-	-	-	-
Davangere	-	-	-	-
Nizamabad	-	-	-	-
New Delhi	-	-	-	-
Sangli	5369	0	5369	8656
Jalgaon	51	0	51	51

Spot Prices at Key Markets

Market	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		31-May-14	30-May-14	Change	31-May-14	30-May-14	Change
New Delhi	Red Maize (Bihar)	1330	1330	Unch	700	700	Unch
Kopal	Bilty	Closed	NA	-	Closed	NA	-
Davangere	Bilty	Closed	1300	-	Closed	1000	-
Ranebennur	Hybrid/Local	NA	1390	-	NA	1448	-
Bagalkot	Hybrid/Local	NA	1220	-	NA	69	-
Gadag	Local	NA	1239	-	NA	30	-
Hubli	Local	NA	NA	-	NA	NA	-
Shimoga	Hybrid/Local	1280	NA	-	758	NA	-
Nizamabad	Bilty	Closed	1260	-	Closed	5000	-
Karimnagar	Local	NA	NA	-	NA	NA	-
Khammam	Local	NA	NA	-	NA	NA	-
Sangli	Feed	NA	13800	-	NA	NA	-
Yeola-Nashik	Bilty	NA	NA	-	NA	NA	-
Naugachia	Bilty	1050	1050	Unch	5000	3333	1667
Kolkata	Mill Delivery	1250	1250	Unch	8333	5833	2500
Ahmedabad	Feed	1320	NA	-	5000	NA	-
	Starch	1390	NA	-			
Gulabbagh	Local	1070	1070	Unch	40000	40000	Unch
	Bilty	1090	1090	Unch			
Khanna	Local	1280	1280	Unch	1200	1500	-300
	Bilty	1350	1350	Unch			
Ludhiana	Local	NA	NA	-	NA	NA	-
	Bilty	1300	1300	Unch			

CBOT Corn Daily Futures Price Listing (USD/MT) as on 30 May, 2014

Contract Month	Open	High	Low	Close	Change
Jul-14	184.89	186.37	183.02	183.32	-1.48
Sep-14	182.34	183.61	179.97	180.27	-2.07
Dec-14	182.24	183.22	179.68	180.07	-2.16
Mar-15	185.98	186.96	183.42	183.61	-2.36
May-15	188.04	189.22	185.98	186.17	-2.26

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