

Executive Summary:

- The Cabinet Committee on Economic Affairs has given its approval to increase the MSP of Maize by Rs. 40 per quintal to Rs. 1365 per quintal for kharif season of 2016-17. The prices would be effective from 1.10.2016.(Source: PIB)
- In Ahmadabad region of Gujarat, poultry feed makers quoted maize prices are unchanged i.e. Rs. 1580 per quintal while starch feed makers quoted maize prices are unchanged i.e. Rs.1580 per quintal.
- Maize sourced from Davangere moved towards Bangalore, Nammakal, and Chennai at Rs. 1700 per quintal, Rs. 1800 per quintal, and Rs. 1780 per quintal respectively. Market is expected to trade firm in the near term.
- In Bihar, maize crop harvesting is almost completed and contains high moisture level of 16-18%.Maize quality is also affected by fungus which could weigh on market sentiments.
- In A.P, maize is likely to trade firm amid high demand and low supply.In Nizamabad, stock of maize could be around 20000 MT which was 10000 MT compared to last year.
- As per IBIS data, India exported 4536 MT maize during the week ended 29th May'16 against 5599 MT previous week ending 22nd May'16. Maize has been exported at an average FoB of \$220.54/ MT. Indian maize is exported mainly to Nepal followed by Yemen and Malaysia mainly through Raxul LCS followed by JNPT Sea.

International Market Commentary:

- Corn prices on CBOT up yesterday by 1.18USD/MT to 164.62 USD/MT for July contracts.
- In U.S 94% corn planting has been completed as of 29th May, 2016, same compared to last year but higher by 2% from last 5 year average period. 78% crop of corn has emerged; lower by 3% from last year but higher by 3% from last 5 year average period. 72% crop of corn is in good to excellent condition.

Outlook and Recommendation:Maize cash market is likely to trade steady in the near term.

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Jun-16	+12.00	1374.00	1376.00	1364.00	1375.00
July-16	+12.00	1410.00	1413.00	1400.00	1412.00
Augst-16	+1.00	1437.00	1438.00	1438.00	1438.00

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

Contract	Volume	Change	OI	Change
Jun-16	2970	410	19110	-930
July-16	3200	450	20830	1360
Augst-16	10	-50	1090	0

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

Spread	May-16	Jun-16	July-16
Spot	-45		
May-16		37	-
Jun-16			26

*Basis –Gulabbagh (Spread calculated as at 5:00 p.m. price)

Stocks	Demat	In-Process	Total	FED
	03.June.16	03.June.16	03.June.16	30.May.16
Gulabbagh	4759	150	4909	4119
Davangere	59	0	59	59
Nizamabad	-	-	-	-
New Delhi	-	-	-	-
Sangli	1275	0	1275	1276
Jalgaon	-	-	-	-

Spot Prices at Key Markets

Market	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		04-June-16	03-June-16	Change	04-June-16	03-June-16	Change
New Delhi	Hybrid (U.P.)	1470	1470	Unch	NA	NA	-
Kopal	Loose	1570	1570	Unch	NA	NA	-
Davangere	Loose	1600	1600	Unch	1000	1000	Unch
Ranebennur	Hybrid/Local	NA	NA	-	NA	NA	-
Bagalkot	Hybrid/Local	1550	NA	-	5	NA	-
Gadag	Local	1229	1402	-173	2	18	-16
Hubli	Local	NA	NA	-	NA	NA	-
Shimoga	Hybrid/Local	NA	NA	-	NA	NA	-
Nizamabad	Bilty	Closed	1530	-	Closed	400	-
Karimnagar	Local	1556	1575	-19	18	7	11
Khammam	Local	NA	NA	-	NA	NA	-
Sangli	Feed	1730	1720	10	NA	NA	-
Yeola-Nashik	Bilty	NA	NA	-	NA	NA	-
Naugachia	Bilty	1300	1300	Unch	4167	4167	Unch
Kolkata	Mill Delivery	1450	1450	Unch	5000	5000	Unch
Ahmedabad	Feed	1580	1580	Unch	6000	6000	Unch
	Starch	1580	1580	Unch			
Gulabbagh	Local	NA	NA	-	20000	20000	Unch
	Bilty	1330	1330	Unch			
Khanna	Local	1380	1380	Unch	900	1050	-150
	Bilty	1490	1490	Unch			
Ludhiana	Local	1430	1430	Unch	1000	800	200
	Bilty	1460	NA	-			

CBOT Corn Daily Futures Price Listing (USD/MT) as on 03June, 2016

Contract Month	Open	High	Low	Close	Change
Jul-16	162.95	164.82	161.57	164.62	1.18
Sep-16	162.95	165.31	162.06	165.21	1.57
Dec-16	163.34	165.31	162.56	165.21	1.18
Mar-17	165.61	167.67	165.12	167.67	1.28
May-17	167.48	168.95	166.30	168.95	1.18

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