

Executive Summary:

- In Ahmadabad region of Gujarat, poultry and starch feed makers quoted maize steady at Rs.1700 per quintal.
- Maize sourced from Davangere moved towards Bangalore, Nammakal, and Chennai at Rs. 1850, Rs.1800, Rs. 1850 per quintal respectively. Market is expected to trade firm in the near term.
- In A.P, maize is likely to trade firm amid good demand and subdued supply side. In Nizamabad; stock of maize could be around 17000 MT which was 25000 MT compared to last year.
- In Bihar, maize crop contains high moisture level of 16-18%.Maize quality is also affected by fungus.
- As per IBIS data, India exported 4500MT maize during the week ended 12th Jun'16 against 6192 MT previous week ending 5th Jun'16. Maize has been exported at an average FoB of \$215.35/ MT. Indian maize is exported mainly to Nepal followed by Malaysia mainly through Raxul LCS followed by JNPT Sea.
- 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.

International Market Commentary:

- As per USDA, U.S corn exports reached 31.46 MMT in the 2016-17 marketing year. At 1.50 MMT (for the period 3rd Jun- 9th Jun, 2016) exports were up 27 percent from the previous week and 42 percent from the prior 4-week average. The primary destinations were Japan (215,600 MT), Mexico (195,600 MT), South Korea (190,300 MT), Egypt (160,500 MT), Chile (89,200 MT), Peru (79,700 MT), and Taiwan (76,900 MT).
- South Korea's Major Feed mill Group purchased 130,000 MT of optional-origin yellow corn. Some 65,000 MT was purchased at \$213.71 / MT c&f plus a \$0.75 /MT surcharge for additional port unloading for arrival around Aug. 20. Remained was bought at \$205.00 / MT c&f plus a \$1.25 /MTsurcharge for additional port unloading for arrival around Sept. 10. Meanwhile, Korea Corn Processing Industry Association purchased about 55,000 MT of corn at \$214.90 /MT c&f including surcharge for additional port unloading for July/August shipment from the U.S. for the arrival around Aug. 25.

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

NCDEX Maize Futures

| Contract | +/- | Open | High | Low | Close |
|-----------------|--------|---------|---------|---------|---------|
| Jun-16 | +30.00 | 1565.00 | 1567.00 | 1523.00 | 1550.00 |
| July-16 | +35.00 | 1565.00 | 1587.00 | 1554.00 | 1579.00 |
| Augst-16 | +32.00 | 1607.00 | 1614.00 | 1587.00 | 1612.00 |

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

| Contract | Volume | Change | OI | Change |
|-----------------|--------|--------|-------|--------|
| Jun-16 | 3130 | 2870 | 150 | -2560 |
| July-16 | 12330 | 1350 | 30760 | 1260 |
| Augst-16 | 5250 | 2110 | 10540 | 1590 |

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

| Spread | Jun-16 | July-16 | Aug-16 |
|----------------|--------|---------|--------|
| Spot | - | | |
| Jun-16 | | 29 | - |
| July-16 | | | 33 |

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

| Stocks | Demat | In-Process | Total | FED |
|-----------|------------|------------|------------|------------|
| | 18.June.16 | 18.June.16 | 18.June.16 | 13.June.16 |
| Gulabbagh | 5207 | 249 | 5456 | 4946 |
| Davangere | 59 | 0 | 59 | 59 |
| Nizamabad | - | - | - | - |
| New Delhi | - | - | - | - |
| Sangli | 31 | 0 | 31 | 31 |
| Jalgaon | - | - | - | |

Spot Prices at Key Markets

| | Grade | Prices (Rs./qtl) | | | Arrivals in Quintal | | |
|--------------|---------------|------------------|-----------|--------|---------------------|-----------|--------|
| | | 20-Jun-16 | 18-Jun-16 | Change | 20-Jun-16 | 18-Jun-16 | Change |
| New Delhi | Hybrid (U.P.) | 1625 | 1600 | 25 | NA | NA | - |
| Koppal | Loose | Closed | Closed | - | Closed | Closed | - |
| Davangere | Bilty | 1750 | 1750 | Unch | 1500 | 2000 | -500 |
| Ranebennur | Hybrid/Local | NA | NA | - | NA | NA | - |
| Bagalkot | Hybrid/Local | NA | 1580 | - | NA | 14 | - |
| Gadag | Local | NA | NA | - | NA | NA | - |
| Hubli | Local | NA | NA | - | NA | NA | - |
| Shimoga | Hybrid/Local | 1675 | NA | - | 1925 | NA | - |
| Nizamabad | Bilty | 1640 | Closed | - | 300 | Closed | - |
| Karimnagar | Local | 1640 | NA | - | 6 | NA | - |
| Khammam | Local | NA | NA | - | NA | NA | - |
| Sangli | Feed | 1823 | 1760 | 63 | NA | NA | - |
| Yeola-Nashik | Bilty | NA | NA | - | NA | NA | - |
| Naugachia | Bilty | 1400 | 1350 | 50 | NA | 833 | - |
| Kolkata | Mill Delivery | 1500 | 1450 | 50 | 3333 | 2500 | 833 |
| Ahmadabad | Feed | 1700 | 1700 | Unch | 6000 | 6000 | Unch |
| | Starch | 1700 | 1700 | Unch | | | |
| Gulabbagh | Local | NA | NA | - | 20000 | 10000 | 10000 |
| | Bilty | 1550 | 1500 | 50 | | | |
| Khanna | Local | 1500 | NA | - | 4500 | NA | - |
| | Bilty | 1600 | NA | - | | | |
| Ludhiana | Local | Closed | 1425 | - | 6000 | 6000 | Unch |
| | Bilty | Closed | 1520 | - | | | |

CBOT Corn Daily Futures Price Listing (USD/MT) as on 18June, 2016

| Contract Month | Open | High | Low | Close | Change |
|----------------|------|------|-----|-------|--------|
| Jul-16 | - | - | - | - | - |
| Sep-16 | - | - | - | - | - |
| Dec-16 | - | - | - | - | - |
| Mar-17 | - | - | - | - | - |
| May-17 | - | - | - | - | - |

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