

Executive Summary:

- Pressure continues on cash maize market as futures hints bearish trend in the short term. Maize sourced from Davangere moved towards Bangalore, Nammakal, and Chennai at Rs. 1850 per quintal, Rs. 1870 per quintal, Rs. 1850 per quintal respectively. Market is expected to trade slightly down in the near term.
- In Ahmadabad region of Gujarat, poultry feed makers quoted maize flat at Rs. 1750 per quintal and starch at Rs. 1750 per quintal respectively.
- With increasing price in domestic cash market and artificially created tight supply, Government may allow corn import once again to curb the firm trend in the market. However, it may be conditional like non GM corn. There is still uncertainty over availability of non-GM crop in global market. There is a problem in Brazil at production front regarding non-GM crop.
- In A.P, maize is likely to trade firm amid good demand and subdued supply side. In Nizamabad; stock of maize could be around 20000 MT which was 35000 MT compared to last year.
- As per IBIS data, India exported 5372 MT maize during the week ended 19th Jun'16 against 4500 MT previous week ending 12th Jun'16. Maize has been exported at an average FoB of \$225.72/ MT. Indian maize is exported mainly to Malaysia followed by Nepal mainly through Kolkata Sea followed by Raxaul LCS.

International Market Commentary:

- As per USDA, U.S corn exports reached 34.17 MMT in the 2016-17 marketing year. At 1.49 MMT (for the period 17th Jun- 23rd Jun, 2016) exports were up 24 percent from the previous week and 29 percent from the prior 4-week average. The primary destinations were Japan (370,200 MT), Mexico (283,600 MT), Vietnam (176,400 MT), South Korea (125,900 MT), Peru (99,000 MT), and Chile (77,800 MT).
- In U.S, 6% crop of corn is at silking stage; higher by 3% from last year and 1% from last 5 year average period. 75% crop of corn is in good to excellent condition.

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

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
July-16	+4.00	1551.00	1576.00	1530.00	1558.00
Aug-16	+6.00	1586.00	1610.00	1563.00	1590.00
Sep-16	+10.00	1600.00	1635.00	1586.00	1619.00

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

Contract	Volume	Change	OI	Change
July-16	15220	-3830	11930	-3040
Aug-16	19150	2580	35070	720
Sep-16	2900	-320	4580	300

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

Spread	July-16	Aug-16	Sep-16
Spot	-58		
July-16		32	-
Augst-16			29

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

Stocks	Demat	In-Process	Total	FED
	1.July.16	1.July.16	1.July.16	27.June.16
Gulabgh	5455	260	5715	5406
Davangere	-	-	-	59
Nizamabad	-	-	-	-
New Delhi	-	-	-	-
Sangli	31	0	31	31
Jalgaon	-	-	-	-

Spot Prices at Key Markets

	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		2-Jul-16	1-Jul-16	Change	2-Jul-16	1-Jul-16	Change
New Delhi	Hybrid (U.P.)	1580	1600	-20	NA	NA	-
Koppal	Loose	Closed	1690	-	Closed	NA	-
Davangere	Bilty	1800	1800	Unch	1200	1500	-300
Ranebennur	Hybrid/Local	NA	NA	-	NA	NA	-
Bagalkot	Hybrid/Local	2000	NA	-	127	NA	-
Gadag	Local	1524	NA	-	1	NA	-
Hubli	Local	NA	NA	-	NA	NA	-
Shimoga	Hybrid/Local	NA	1890	-	NA	1809	-
Nizamabad	Bilty	Closed	1750	-	Closed	200	-
Karimnagar	Local	NA	1636	-	NA	NA	-
Khammam	Local	NA	NA	-	NA	NA	-
Sangli	Feed	1860	1875	-15	NA	NA	-
Yeola-Nashik	Bilty	NA	NA	-	NA	NA	-
Naugachia	Bilty	1525	1525	Unch	3333	NA	-
Kolkata	Mill Delivery	1650	1675	-25	3333	5000	-1667
Ahmadabad	Feed	1750	1750	Unch	5000	4000	1000
	Starch	1750	1750	Unch			
Gulabgachh	Local	NA	NA	-	20000	20000	Unch
	Bilty	1500	1500	Unch			
Khanna	Local	1540	1540	Unch	NA	6000	-
	Bilty	1630	1630	Unch			
Ludhiana	Local	1500	1500	Unch	NA	6000	-
	Bilty	1560	1560	Unch			

CBOT Corn Daily Futures Price Listing (USD/MT) as on 1 July, 2016

Contract Month	Open	High	Low	Close	Change
Jul-16	142.02	142.32	138.58	138.97	-2.26
Sep-16	144.68	145.17	141.23	141.73	-2.16
Dec-16	146.94	147.63	143.96	144.48	-1.67
Mar-17	150.19	151.27	147.53	148.02	-1.38
May-17	151.47	153.34	149.80	150.09	-1.28

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