

### Executive Summary:

- The Government decision to increase minimum support price of maize for the Kharif season by Rs. 275 per quintal to Rs. 1,700 is likely to support the firmness in the spot market.
- As per trade sources, farmers in Karnataka are not likely to shift from maize despite low price realization, due to labour shortage as maize crop is less labour intensive. In Davangere region, maize sowing has done in around 90% maize sown area. In Haveri and Bagalkot region, maize area is likely to increase around 10%-15%. Mainly Cotton, Groundnut, Sunflower, Urad and Chana crops are expected to shift towards maize.
- In Ahmadabad region of Gujarat, poultry feed makers quoted maize steady at Rs.1370 per quintal while starch feed makers quoted it steady at Rs.1380 per quintal compared to previous day.
- In Gulabgh, maize crop arrivals reported at 1000 MT, price quoted steady at Rs.1100 per quintal (Bilty). In Naugachia region of Bihar, maize crop arrivals reported around 100 MT, prices quoted firm by Rs. 25 per quintal to Rs. 1100 per quintal (Bilty) compared to previous day.
- In Davangere, maize (loose) traded steady at Rs. 1250 per quintal compared to previous day and is likely to trade steady to slightly weak as demand of feed makers of Tamilnadu has shifted towards Bihar and A.P as quality of maize in and around Davangere regions is not good.

### International Market Commentary:

- In U.S, Corn silking is at 17% as of 1st July, 2018, which is higher by 8% compared to corresponding period last year and 9% from the last 5 year average period. 76% of corn is in good to excellent condition, higher by 8% compared to corresponding period last year.
- IGC decreased its global corn production forecast by 3 MMT to 1052 MMT compared to previous forecast for 2018/19. Forecast for global corn ending stock was also decreased by 4 MMT to 253 MMT compared to last forecast for 2018/19 which could support the international corn market to gain.

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

#### NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
July-18	-1.00	1165.00	1175.00	1160.00	1170.00
Aug-18	+1.00	1200.00	1204.00	1190.00	1200.00
Sep-18	-	-	-	-	-

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

Spread	July-18	Aug-18	Sep-18
Spot	-70		
July-18		30	
Aug-18			--

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

Contract	Volume	Change	OI	Change
July-18	1080	-980	7750	-300
Aug-18	740	-780	7460	330
Sep-18	-	-	10	-

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

Stocks	Demat	In-Process	Total	FED
	04.July.18	04.July.18	04.July.18	02.July.18
Gulabgh	8179	435	8614	7388
Davangere	-	-	-	-
Nizamabad	-	-	-	-
New Delhi	-	-	-	-
Sangli	-	-	-	-
Jalgaon	-	-	-	-

**Spot Prices at Key Markets**

Centre	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		5-Jul-18	4-Jul-18	Change	5-Jul-18	4-Jul-18	Change
New Delhi	Hybrid	1225	1225	Unch	NA	NA	-
Koppal	Loose	NA	NA	-	NA	NA	-
Davangere	Loose price	1250	1250	Unch	1000	1000	Unch
Ranebennur	Hybrid/Local	1250	NA	-	311	NA	-
Bagalkot	Hybrid/Local	1270	1270	Unch	28	28	Unch
Gadag	Local	1180	1180	Unch	310	303	7
Hubli	Local	1225	NA	-	32	NA	-
Shimoga	Hybrid/Local	1400	NA	-	196	NA	-
Nizamabad	Bilty	1350	1350	Unch	NA	NA	-
Karimnagar	Local	1183	1178	5	20	30	-10
Khammam	Local	1225	1220	5	67	110	-43
Sangli	Feed	1462	1457	5	NA	NA	-
Naugachia	Bilty	1100	1075	25	1000	1000	Unch
Kolkata	Mill Delivery	1150	1150	Unch	NA	NA	-
Gulabghagh	Local	NA	NA	-	10000	10000	Unch
	Bilty	1100	1100	Unch			
Ahmadabad	Feed	1370	1370	Unch	4000	4000	Unch
	Starch	1380	1380	Unch			
Khanna	Local	1150	1150	Unch	4500	1500	3000
	Bilty	1260	1250	10			
Ludhiana	Local	1100	1100	Unch	NA	NA	-
	Bilty	1200	1200	Unch			
Jalgaon	Bilty	NA	NA	-	NA	NA	-
Chhindwara	Loose price	1200	1200	Unch	500	500	Unch

**CBOT Corn Daily Futures Price Listing (USD/MT) as on 04<sup>th</sup> July,2018**

Contract Month	Open	High	Low	Close	Change
18-Jul	133.95	135.92	133.56	134.93	2.07
18-Sep	137.40	139.56	137.00	138.58	1.97
18-Dec	142.22	144.38	141.60	143.40	2.07
19-Mar	146.35	148.42	145.76	147.43	1.97
19-May	149.01	151.08	148.62	150.09	1.87

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