

Maize Domestic Market Fundamentals:

- **Steady sentiment was witnessed in domestic maize market on the day. Lower arrivals and lagging rains remain supportive drivers for the price which offset the impact of weak export demand.**
- Price at Nizamabad Market of Andhra Pradesh declined marginally by 0.78% in the week ended July 04 as compared to marginal gains of 0.79% recorded in the prior week.
- In Andhra Pradesh, reportedly, insufficiency of stocks remains a case while domestic demand from poultry (from places like Hyderabad, Karimnagar) remains high.
- In Bihar, reportedly sentiment remains lukewarm as market participants anticipate price to remain range bound. While excessive rains there have caused damage to the maize, corresponding demand from starch industry originating from places like Gujarat and Uttaranchal becomes a supportive factor. Conclusively the offsetting impact is likely to cap the prices in a formed range.

International Market Fundamentals:

- US corn futures end sharply higher as the market rebounds from a drop to 3 1/2 -month lows last week. Prices were oversold by a fairly large extent. Projections for increased demand added strength to prices, as users are expected to use last week's sell-off as a buying opportunity. Talk circulated of additional purchases by China, which was suspected of buying 1.14 million tons of corn last week. CBOT December corn rises 15 3/4c to \$6.12 1/2 a bushel.

Outlook:

We feel that prices may gather support at lower levels. Depleting stock levels in the market amid good demand from the poultry feed users is likely to be the supportive driver. Disruption in arrivals due to rains also lay support beneath prices.

Spot Prices at Key Markets

Market	Grade	Prices (Rs./qtl)			Arrivals in bags (1 bag = 1 Qtl)		
		06.07.2011	05.07.2011	Change	06.07.2011	05.07.2011	Change
Delhi	Hybrid	1120	1120	Unch	700	-	Unch
Nizamabad	Bilty	-	-	-	-	-	-
Karimnagar	Bilty	-	-	-	-	-	-
Davangere	Bilty	-	1060	Unch		200	-
Naughachia	Bilty	1000	970-1000	Unch	200	100	+100
Gulab Bagh	Bilty	1060	1055	Unch	15000	16000	-1000
Kolkata	Mill	1150	1125-1150	Unch	300	300	Unch
Ahmadabad	Feed	1240	1210-1240	Unch	5000	3000	+2000
Ahmadabad	Starch	1280	1250-1280	Unch			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Jul-11	-9	1200	1205	1180	1187
Aug-11	-8	1229	1229	1215	1217
Sep-11	-17	1235	1238	1224	1225
Oct-11	-15	1085	1087.5	1080	1080

Contract	Volume	Change	OI	Change
Jul-11	3060	-40	18320	410
Aug-11	1750	540	13470	240
Sep-11	580	230	3280	230
Oct-11	410	90	4180	340

Spread	Jul-11	Aug-11	Sep-11	Oct-11
Spot	-67	-96.5	-105	40
Jul-11	-	29.5	38	-107
Aug-11	-29.5	-	8.5	-136.5
Sep-11	-38	-8.5	-	-145

Stocks	Demat	In-Process	Total	FED
	05.07.11	05.07.11	05.07.11	27.06.11
Davangere	557	0	557	805
Delhi	4833	998	5831	994
Nizamabad	1702	0	1702	1672

CBOT Corn Futures: (As on 05/07/2011)
(Unit: Cents/bushel)
Maize CBOT Daily Futures Price Listing (as on 05/07/2011) (Cents/bushel)

Contract Month	Open	High	Low	Close	Change
Jul'11	650.75	684.25	649	680.50	+39.75
Sep'11	615.50	631	614.25	625.50	+18.75
Dec'11	603.50	615	600.25	612.50	+15.75
March'12	616.50	628	613.75	626	+15.25
May'12	629.25	636.25	623	635	+15.75
Jul'12	636	643.25	629.75	640.75	+12.00

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