

Maize Market Fundamentals:

- *Mixed sentiment prevailed in domestic maize market as better monsoon progress in Karnataka and Andhra Pradesh, reportedly led to stock offloading but lag in sowing despite the same remain a supportive cue.*
- The annual monsoon covered the whole of India by July 9 a week earlier than the usual July 15 but the total rainfall so far is 1% below normal as put by the government's weather department.
- In Bihar, quality is being the major issue as reported by the market sources, which remain affected due to excessive rains in the region. The same remain a restrictive force on the supply front, they also convey that whatever little is being demanded, is from starch industry from places like Gujarat, Ahmadabad, Uttaranchal, Titarpur and Rudrapur.
- The export market continues to remain subdued as Indian corn remains out of parity. However, reportedly some buying emerged from China and some business was done for northern ports of China at USD 309 - 310 PMT CFR Dalian Port.
- The outlook for global corn supplies are likely to brighten significantly as the U.S. government is expected to lift its estimates of stockpiles for this year and next, data likely to keep pressure on fallen prices. Owing to surprisingly high June 1 corn inventories and an unexpectedly unrestrained spring sowing season, the Department of Agriculture will likely raise its ending stockpile forecasts

International Market:

- US corn futures finish mixed as traders wait for USDA to update supply and demand estimates in a monthly crop report. Expectations for an increase in corn inventories are likely priced in after USDA issued a larger -than-expected stockpile estimate June 30. If Tuesday's reports offer no surprises, traders will refocus on external markets and the weather. CBOT December corn ends down 4 1/4c at \$6.32 3/4 a bushel.

Outlook:

We feel that prices may behave range bound. Depleting stock levels in the market amid good demand from the poultry feed users is likely to be the supportive driver, while progressing monsoon in Key growing region that show improvement as on latest week, may contain the limit the growth of prices.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags (1 bag = 1 Qtl)		
		12.07.2011	11.07.2011	Change	12.07.2011	11.07.2011	Change
Delhi	Hybrid	1135	1090	+45	500	500	Unch
Nizamabad	Bilty	1270	1280	-10	-	-	-
Karimnagar	Bilty	-	-	-	-	-	-
Davangere	Bilty	1200	1180	+20	-	-	-
Naughachia	Bilty	1000	975	+25	300	300	Unch
Gulab Bagh	Bilty	-	-	-	-	-	-
Kolkata	Mill	1150	1160	-10	400	400	Unch
Ahmadabad	Feed	1270	1280	-10	3000	4000	-1000
Ahmadabad	Starch	1250	1250	Unch			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Jul-11	-1.5	1157	1169	1151	1158
Aug-11	7	1190	1203	1185	1200
Sep-11	4	1202	1224.5	1201.5	1224
Oct-11	2.5	1105	1112	1104	1110

Contract	Volume	Change	OI	Change
Jul-11	2500	140	16080	-880
Aug-11	3610	-40	18590	1090
Sep-11	430	-450	3660	20
Oct-11	420	-150	4660	-150

Spread	Jul-11	Aug-11	Sep-11	Oct-11
Spot	112	70	46.5	160
Jul-11	-	42	65.5	-48
Aug-11	-42	-	23.5	-90
Sep-11	-65.5	-23.5	-	-113.5

Stocks	Demat	In-Process	Total	FED
	11.07.11	11.07.11	11.07.11	27.06.11
Davangere	557	0	557	805
Delhi	6273	1589	7862	994
Nizamabad	1601	0	1601	1672



CBOT Corn Futures:

(Unit: Cents/bushel)

Maize CBOT Daily Futures Price Listing (as on 11/07/2011) (Cents/bushel)

Contract Month	Open	High	Low	Close	Change
Jul'11	672.50	681.50	663.50	681.50	+9.25
Sep'11	644	645	631.25	643	+0.75
Dec'11	638.25	639.75	625	632.75	-4.25
March'12	650	651	637.25	645.75	-3.50
May'12	656.25	657.75	645	652.75	-3.50
Jul'12	663	664.25	652	658.75	-3.75

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