

Maize Market Fundamentals:

- **Maize prices witness mixed sentiment in the domestic market.**
- 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 Gujar at, Ahmadabad, Uttaranchal, Titarpur and Rudrapur. Rains however, depict a decline in the state as per the % departure data as on 13 July, as stated by IMD according to which rain departure was -63% as on July 13 as compared to 53%(of normal rains) in prior week until July 06.
- India's monsoon rains between July 7 and July 13 were 19% below the long -term average--but this is slightly better than a week ago because rainfall in the western and parts of the central region has improved as put by the India Meteor ological Department.
- Maize Area, reportedly, witness a decline of 6.38% and 65.15% in Karnataka and Andhra Pradesh as of July 11 as depicted by the data from state agricultural dept.
- In the week until July 11, price spread between Maize and Wheat remain ne gative, indicating that Maize remain comparatively affordable and a shift of demand is likely to Maize, while the spread remained positive in the same week, a month ago and the situation appeared different then.

International Market:

- US corn futures end mixed, climbing late despite outside market pressure as weather forecasts fuel worry about the crop. Analysts say midday weather forecasts were supportive, reinforcing that next week will be very hot and dry across much of the Corn Belt. Traders fear that the heat will hurt yields and exacerbate a tight supply outlook. The market faced pressure from falling crude oil and equities amid pessimism about the economy. September CBOT corn gained 4c to \$6.90 3/4 per bushel while December slipped 1 1/4c to \$6.78 1/2.

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 monsoon progresses further, lag in area sown is indicative of slower sowing progress and the same remains supportive factor for the price.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags (1 bag = 1 Qtl)		
		15.07.2011	14.07.2011	Change	15.07.2011	14.07.2011	Change
Delhi	Hybrid	1135	1135	Unch	500	500	Unch
Nizamabad	Bilty	1225	1280	-55	-	-	-
Karimnagar	Bilty	-	-	-	-	-	-
Davangere	Bilty	1212	1190	+22	-	-	-
Naughachia	Bilty	970-1000	970-1000	Unch	300	300	Unch
Gulab Bagh	Bilty	-	-	-	-	-	-
Kolkata	Mill	1150-1160	1150-1160	Unch	400	400	Unch
Ahmadabad	Feed	1250	1280-1290	-40	4000	10000	-6000
Ahmadabad	Starch	1200-1230	1230	Unch			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Jul-11	-2	1165	1166.5	1157	1160
Aug-11	-3	1194	1207	1192	1199
Sep-11	-1.5	1240	1240	1224	1230
Oct-11	19	1149	1176	1149	1169

Contract	Volume	Change	OI	Change
Jul-11	3670	1460	11290	-1790
Aug-11	3690	-4730	21340	2640
Sep-11	1570	-140	6270	710
Oct-11	980	820	4370	-150

Spread	Jul-11	Aug-11	Sep-11	Oct-11
Spot	65	26	-5	56.5
Jul-11	-	39	70	8.5
Aug-11	-39	-	31	-30.5
Sep-11	-70	-31	-	-61.5

Stocks	Demat	In-Process	Total	FED
	15.07.11	15.07.11	15.07.11	11.07.11
Davangere	557	0	557	506
Delhi	8109	1408	9517	6273
Nizamabad	1521	0	1601	101

CBOT Corn Futures:
(Unit: Cents/bushel)

Maize CBOT Daily Futures Price Listing (as on 14/07/2011) (Cents/bushel)

Contract Month	Open	High	Low	Close	Change
Jul'11	724	742	711.50	716.50	-10.25
Sep'11	686.25	695	673.75	690.75	+4.00
Dec'11	678.50	684.50	665	678.50	-1.25
March'12	690.50	696	676.75	690.25	-1.50
May'12	696.75	700.50	682.75	695.75	-2.00
Jul'12	700.75	706	688.75	700.50	-1.75

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