

## Maize Market Fundamentals:

- **Maize prices witness mixed sentiment in the domestic market.**
- Markets sentiments remained firm due to scarcity of stocks in the physical market. However Prime Minister Manmohan Singh said that the country still needs to produce more as food grains demand is on the rise.
- 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 Meteorological 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 negative, 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 ended higher for September delivery rose 10.5 cents, or 1.5 percent, to \$7.0125 a bushel on the Chicago Board of Trade, the highest closing price since June 21. The futures moved higher after pipeline supply of corn to exporters is depleted because of increased purchases by U.S. ethanol and livestock producers. However, U.S. soybean-processor demand is slow, and export demand is moving to cheaper supplies from Brazil.

## 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)		
		16.07.2011	15.07.2011	Change	16.07.2011	15.07.2011	Change
Delhi	Hybrid	1135	1135	Unch	500	500	Unch
Nizamabad	Bilty	1225	1225	Unch	-	-	-
Karimnagar	Bilty	-	-	-	-	-	-
Davangere	Bilty	Closed	1212	-	-	-	-
Naughachia	Bilty	925-975	970-1000	-25	200	300	-100
Gulab Bagh	Bilty	-	-	-	-	-	-
Kolkata	Mill	1170	1150-1160	10	300	400	-100
Ahmadabad	Feed	1265	1250	15	15000	4000	11000
Ahmadabad	Starch	1200-1230	1200-1230	Unch			

## NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Jul-11	-4.0	1160.0	1173.5	1155.0	1158.5
Aug-11	7.0	1200.0	1210.0	1191.0	1206.0
Sep-11	4.5	1227.0	1240.0	1225.0	1233.0
Oct-11	3.5	1166.0	1177.0	1166.0	1172.0

Spread	Jul-11	Aug-11	Sep-11	Oct-11
Spot	-23.5	-71	-98	-37
Jul-11	-	47.5	74.5	13.5
Aug-11	-	-	27	-34
Sep-11	-	-	-	-61

Contract	Volume	Change	OI	Change
Jul-11	1990	-1680	10680	-600
Aug-11	4110	420	20820	-520
Sep-11	510	-1060	6540	270
Oct-11	190	-790	4320	-20

Stocks	Demat	In-Process	Total	FED
	15.07.11	15.07.11	15.07.11	11.07.11
Davangere	557	0	557	506
Delhi	8261	1266	9527	6273
Nizamabad	1521	0	1521	101

**CBOT Corn Futures:**
**(Unit: Cents/bushel)**
**Maize CBOT Daily Futures Price Listing (as on 15/07/2011) (Cents/bushel)**

Contract Month	Open	High	Low	Close	Change
Sep'11	690.75	711.00	686.75	701.25	10.50
Dec'11	678.50	696.00	673.00	685.00	6.50
March'12	690.00	706.25	684.75	695.25	5.00
May'12	695.75	711.25	690.25	700.50	4.75
Jul'12	699.50	715.50	694.25	704.50	4.00
Sept'12	660.00	673.75	658.00	658.00	-7.50

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