

Maize Market Fundamentals:

- **Maize prices continued to trade mix, while it did recoup in few markets on the day. Lag in sowing progress remains a supportive factor, in addition to limited supply due to lean season.**
- Reportedly, in Nizamabad, stocks of about 1.5 lakh tones are there, which are likely to be the source of supply, until the new crop hits. Maize Area, reportedly, witness a decline to 1.90 lakh hectares in Andhra Pradesh until 13 July 2011 as compare to 3.29 lakh hectares as on same date, a year ago.
- On the demand front, Maize is going majorly to Hyderabad from Nizamabad for Poultry consumption which also remains a positive cue that may support the price
- With the market dropping there was some parity as the Indian sellers were able to sell to Malaysia at USD 288 CFR and are able to match the Pakistan corn exporters. With CBOT going up again see demand for Indian corn should pick up in next few weeks
- 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 finish lower as the rising dollar pressures prices. Additional pressure came from expectations a threatening heat dome over the Midwest will break up late this week, creating more favorable conditions for the developing corn crop. "

Outlook:

We feel that prices may behave range bound. Weak export demand play the dampener for the price but likely catching up in the same in the days ahead may offer support at lower levels. Slow sowing progress on deficient rains is also likely to be the supportive market driver for the maize price.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags (1 bag = 1 Qtl)		
		19.07.2011	18.07.2011	Change	19.07.2011	18.07.2011	Change
Delhi	Hybrid	1100	1135	-35	500	500	Unch
Nizamabad	Bilty	1230	1225	+5	-	-	-
Karimnagar	Bilty	-	-	-	-	-	-
Davangere	Bilty	1200	1210	-10	-	270	-
Naughachia	Bilty	925-975	925-975	-	200	200	Unch
Gulab Bagh	Bilty	-	-	-	-	-	-
Kolkata	Mill	1160-1170	1170	Unch	300	300	Unch
Ahmadabad	Feed	1255-1260	1260	Unch	4000	4000	Unch
Ahmadabad	Starch	1215-1220	1200	+20			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Jul-11	-0.5	1151.5	1155.5	1145	1155
Aug-11	-1	1195	1200	1191	1195
Sep-11	-5	1225	1225	1216	1220
Oct-11	4	1172	1178	1165	1178

Contract	Volume	Change	OI	Change
Jul-11	2510	-540	7890	-1070
Aug-11	3000	440	21060	20
Sep-11	1920	920	7760	860
Oct-11	370	-360	3870	-160

Spread	Jul-11	Aug-11	Sep-11	Oct-11
Spot	75	35	10	52
Jul-11	-	40	65	23
Aug-11	-40	-	25	-17
Sep-11	-65	-25	-	-42

Stocks	Demat	In-Process	Total	FED
	16.07.11	16.07.11	16.07.11	11.07.11
Davangere	557	0	557	506
Delhi	9323	1488	10811	6273
Nizamabad	1521	0	1521	101

CBOT Corn Futures:
(Unit: Cents/bushel)
Maize CBOT Daily Futures Price Listing (as on 18/07/2011) (Cents/bushel)

Contract Month	Open	High	Low	Close	Change
Sep'11	701.75	703.25	683	696.25	-5.00
Dec'11	684.50	684.50	666.25	677.00	-8.00
March'12	695	695	677	688.75	-6.50
May'12	700.50	700.50	693.50	693.50	-7.00
Jul'12	704.50	704.50	686.75	699.50	-5.00

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