

**Maize Market Fundamentals:**

- **Maize prices recouped in the spot market. Pick up in domestic demand remain a supportive factor.**
- Market sources in Davengere convey, that demand from Poultry is picking up and the same is likely to offer support to the price. Demand originates from places like Bellary.
- 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 3.35 lakh hectares in Andhra Pradesh until 20th July 2011 as compared to 3.79 lakh hectares as on same date, a year ago.
- Price spread between Maize and Wheat continue to remain negative but the difference between the prices of the two reduces. Recovery in Maize price at Delhi centre in the week ending 18 July, cause the same. The same suggests better demand prospects for Maize in comparison to the later.
- 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

**International Market:**

- US corn futures finish firmer on concerns hot, dry weather will reduce output. Yet, grain users remain nervous about potential weather threats as farmers need favorable weather to grow a large crop to replenish low supplies. Traders expect USDA will make cuts to crop condition ratings next Monday due to heat this week. The government lowered the good -to-excellent rating more than expected yesterday. CBOT December corn rises 10 1/4c to \$6.87 1/4 a bushel.

**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)		
		20.07.2011	19.07.2011	Change	20.07.2011	19.07.2011	Change
Delhi	Hybrid	1100	1100	Unch	500	500	Unch
Nizamabad	Bilty	1230	1230	Unch	-	-	-
Karimnagar	Bilty	-	-	-	-	-	-
Davangere	Bilty	1200	1200	Unch	300	450	-150
Naughachia	Bilty	925-975	925-975	Unch	200	200	Unch
Gulab Bagh	Bilty	-	-	-	-	-	-
Kolkata	Mill	1160-1170	1160-1170	Unch	300	300	Unch
Ahmadabad	Feed	1265	1255-1260	+5	10000	4000	+6000
Ahmadabad	Starch	1200-1230	1215-1220	+10			

**NCDEX Maize Futures**

Contract	+/-	Open	High	Low	Close
Jul-11	11	1148	1176	1147	1166
Aug-11	11.5	1201	1215	1193	1208
Sep-11	19	1229	1242	1218	1240
Oct-11	25	1180	1200	1180	1196

Contract	Volume	Change	OI	Change
Jul-11	4390	1880	6060	-1730
Aug-11	5860	2860	21600	530
Sep-11	1630	-290	8020	260
Oct-11	290	-80	3850	-10

Spread	Jul-11	Aug-11	Sep-11	Oct-11
Spot	64	22	-10	34
Jul-11	-	42	74	30
Aug-11	-42	-	32	-12
Sep-11	-74	-32	-	-44

Stocks	Demat	In-Process	Total	FED
	19.07.11	19.07.11	19.07.11	11.07.11
Davangere	556	0	557	506
Delhi	9778	826	10604	6273
Nizamabad	1521	0	1521	101

**CBOT Corn Futures:**
**(Unit: Cents/bushel)**

Maize CBOT Daily Futures Price Listing (as on 19/07/2011) (Cents/bushel)

Contract Month	Open	High	Low	Close	Change
Sep'11	703.25	723.50	696.50	698	+1.75
Dec'11	684	703.75	682.50	687.25	+10.25
March'12	695	714.50	693.75	699.25	+10.50
May'12	701	719	693.50	705	+11.50
Jul'12	705	723.50	704.50	709	+9.50

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