

Maize Market Fundamentals:

- Maize price continue to remain broadly steady in the spot market.
- Maize has been sown in 49.92 lakh hectares as on 22 July 2011 as compared to 55.49 lakh hectares sown until same time last year.
- Data from state agricultural dept. depict area sown under maize in Karnataka remain at 8.51 lakh hectares as on July 25 as compared to 8.37 lakh hectares same time last year.
- > This remains so while rainfall remain deficient in most places in Karnataka and Andhra Pradesh, as depicted by the rain progress as on 27 July 2011 in comparison to previous week ending 20 July 2011, when rains recorded improvement. Weather progress remains on same lines in Andhra Pradesh, where rains again get deficient at the end of the latest week.
- > Overall, the monsoon rains were 5 percent below average from June 1 to July 28. Rainfall was 23 percent below normal in the week to July 27 in a sharp reversal from the previous week. X`X`X`X
- Market sources in Karnataka convey that while demand from poultry may reduce in the coming time, the same from starch industry is likely to remain weak as they have ample stocks to cater to that.
- Price spread between Maize and Wheat continue to remain negative but the difference between the prices of the two reduces further. Recovery in Maize price and decline in the wheat price in the week ended 28 July remain contributory to the same. While Maize continue to remain affordable as compared to wheat, the reduction in the gap between the prices is likely to cause some demand drift towards wheat.

International Market:

➤ US corn futures fall sharply as traders worry about the debt -ceiling crisis and its potential impact on the global economy. A possible default kept buyers on the sideline and traders saw little supportive news from the weather, either. Recent storms that have moved across the Corn Belt have eased worries about the crop, although traders say some damage t o national yields has likely already been done. CBOT September corn ends down 2.5% at \$6.65 1/2 per bushel, falling 3.6% on the week.

Outlook:

We feel that prices may remain range bound. Weak export and domestic demand is likely to suppress the price sentiment, while lag in overall area sown under Maize by about 5.6 lakh hectares remain a supportive factor, with rains remaining deficient.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags (1 bag = 1 Qtl)		
		30.07.2011	29.07.2011	Change	30.07.2011	29.07.2011	Change
Delhi	Hybrid	1140-1145	1150	-5	500	400	+100
Nizamabad	Bilty	1300	1300	unch	200	200	unch
Karimnagar	Bilty	-	-	-	-	-	-
Davangere	Bilty	-	1225	unch	-	650	-
Naughachia	Bilty	925-1000	925-1000	unch	200	200	unch
Gulab Bagh	Bilty	-	-	-	-	-	-
Kolkata	Mill	1175	1170-1175	unch	300	300	unch
Ahmadabad	Feed	1260-1280	1260-1280	unch	4000	4000	
Ahmadabad	Starch	1225-1230	1225-1230	unch	4000	4000	unch

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Aug-11	-7	1262	1269.5	1248	1258
Sep-11	-11.5	1293	1298	1280	1286
Oct-11	-7.5	1260	1266	1252	1257.5

Spread	Jul-11	Aug-11	Sep-11	Oct-11
Spot	1300	42	14	42.5
Aug-11	-1258	-	28	-0.5
Sep-11	-1286	-28	-	-28.5

Contract	Volume	Change	OI	Change
Aug-11	3510	170	18460	-70
Sep-11	1160	-860	10310	350
Oct-11	1030	-130	6670	690

Stocks	Demat	In-Process	Total	FED	
Siocks	29.07.11	29.07.11	29.07.11	25.07.11	
Davangere	557	0	557	506	
Delhi	10851	395	11246	10425	
Nizamabad	1521	0	1521	101	



Maize Daily Fundamental Report

August 01, 2011

CBOT Corn Futures: (Unit: Cents/bushel)

Maize CBOT Daily Futures Price Listing (as on 29/07/2011) (Cents/bushel)

Contract Month	Open	High	Low	Close	Change
Sep'11	684.00	684.50	662.25	665.50	-16.75
Dec'11	688.00	689.25	665.50	668.75	-17.50
March'12	700.25	701.75	678.25	681.50	-17.25
May'12	705.75	707.75	685.00	687.50	-18.00
Jul'12	713.00	713.50	690.00	692.25	-18.75

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