

Maize Market Fundamentals:

- Maize price continue to recoup higher amid thin arrivals in the spot market. Demand from poultry remains supportive of the prices along with lagging sowing progress.
- On the export front: Malaysia is buying some small parcels from India with prices ranging between USD 285 - 300 PMT CFR Malaysian ports
- The trade participants are predicting a lower acreage of the crop this year due to lower rainfall in the inner areas of Karnataka and Andhra Pradesh especially in the Bellary District where the crop is now suffering from moisture stress as the follow up rains have been poor.
- The other noticeable trend in the market is that the stockists are coming out and selling their stocks in the anticipation of an early new crop
- Rainfall remains 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.

International Market:

- US corn futures finish solidly higher in a rebound from Friday's weakness. Increasing concerns about hot weather reducing output helped push prices higher today, with many traders expecting the USDA to reduce the crop's good -excellent rating in a weekly report due in minutes. They say corn suffered damage due to high temperatures during a critical period of development in July. "Crop potential has been hurt," says Doane Advisory Services. CBOT December corn ends up 17c at \$6.85 3/4 a bushel.

Outlook:

- Maize price trend is likely to remain range bound with mixed cues surrounding the scenario. While highest ever production estimates for 2010-11 are likely to keep the stocks thick, deficient rains that impact the Kharif sowing of Maize, may bear an impact on the crop for 2011-12 but the impact of the same will be assessed in the near future, while it remains early to do so.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags (1 bag = 1 Qtl)		
		02.08.2011	01.08.2011	Change	02.08.2011	01.08.2011	Change
Delhi	Hybrid	1160	1160	unch	500	500	unch
Nizamabad	Bilty	1290	-	-	200	-	-
Karimnagar	Bilty	-	-	-	-	-	-
Davangere	Bilty	1220	1210	+10	3800	4000	-200
Naughachia	Bilty	980-1000	975-1000	unch	2000	2000	unch
Gulab Bagh	Bilty	-	1085-1095	-	-	35000	-
Kolkata	Mill	1175-1200	1170-1200	unch	300	300	unch
Ahmadabad	Feed	1260-1290	1270-1280	+10	4000	5000	-1000
Ahmadabad	Starch	1230-1240	1225-1240	unch			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Aug-11	-18	1258	1263.5	1241	1244
Sep-11	-14.5	1292	1292	1270	1271
Oct-11	11	1292	1271	1250	1271

Contract	Volume	Change	OI	Change
Aug-11	4620	2810	18270	-20
Sep-11	2380	1800	11120	630
Oct-11	2290	1640	8290	1210

Spread	Aug-11	Sep-11	Oct-11
Spot	46	19	19
Aug-11	-	27	27
Sep-11	-27	-	0

Stocks	Demat	In-Process	Total	FED
	01.08.11	01.08.11	01.08.11	25.07.11
Davangere	557	0	557	506
Delhi	11047	708	11755	10425
Nizamabad	1521	0	1521	101

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

Maize CBOT Daily Futures Price Listing (as on 01/08/2011) (Cents/bushel)

Contract Month	Open	High	Low	Close	Change
Sep'11	668.50	684.00	665.25	681.25	+15.75
Dec'11	671.00	687.00	668.00	685.75	+17.00
March'12	683.25	699.50	681.25	698.50	+17.00
May'12	689.50	705.00	688.25	704.50	+17.00
Jul'12	692.50	709.50	692.25	709.00	+16.75

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