

Maize Market Fundamentals:

- Maize price continue to depict mixed nature in the spot market.
- Maize sowing lags behind the last year's level in key regions. While sowing almost nears completion in UP at 98.52%, this percentage hovers at 78.4% in Bihar.
- Price spread between Maize and Wheat widened to (Rs.70) per quintal once again in the week ended 08th August 2011 after being reduced to just Rs. 5 per quintal few days back. Down move in the Maize Prices as against lesser fall in the Wheat prices continue to keep the demand prospects for Maize, comparatively better.
- Reportedly, demand from poultry remains good and sources in Davangere say that the same is being dispatched mostly to Tamil nadu. They also convey that sowing is likely to remain lower at 80 % of the normal area, due to insufficiency of rains.
- Sources in Andhra Pradesh (Nizamabad) convey that demand from Poultry remain good with Hyderabad being the major consumption centre. They also state that while supply remain curbed due to lean season, stocks remain sufficient in the region to cater to the demand. Price outlook suggests a range bound move with likely range of 1275 -1350 for the price.

International Market:

- US corn futures end lower on spillover pressure from steep losses in external markets. Traders reduce risk as concerns increase about the world economy. Cooler weather is welcome in the Midwest after intense heat hurt the crop during a critical period of development in July. The cooler weather may prevent further reductions in yield. CBOT December corn drops 17c to \$6.86/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 a 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)		
		09.08.2011	08.08.2011	Change	09.08.2011	08.08.2011	Change
Delhi	Hybrid	1100	1100	Unch	5000	5000	Unch
Nizamabad	Bilty	1260	1280-1290	-30	200	200	Unch
Karimnagar	Bilty	-	-	-	-	-	-
Davangere	Bilty	1250	1235	+15	500	500	-
Naughachia	Bilty	1000-1025	1000-1025	Unch	1500	1000	+500
Gulab Bagh	Bilty	1100	1085-1095	+5	20000	30000	-10000
Kolkata	Mill	1200	1175-1200	Unch	3000	3000	Unch
Ahmadabad	Feed	1245-1280	1260-1290	-10	4000	2500	+1500
Ahmadabad	Starch	1240	1240-1250	-10			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Aug-11	-5	1204	1206	1189	1205
Sep-11	-17	1222	1225	1208	1216
Oct-11	-18	1218	1219	1201	1215

Spread	Aug-11	Sep-11	Oct-11
Spot	55	44	45
Aug-11	-	11	10
Sep-11	-11	-	-1

Contract	Volume	Change	OI	Change
Aug-11	2880	1360	13220	-850
Sep-11	3930	1740	15830	860
Oct-11	1100	-130	11970	170

Stocks	Demat	In-Process	Total	FED
	08.08.11	08.08.11	08.08.11	08.08.11
Davangere	50	0	50	50
Delhi	12196	866	13062	10426
Nizamabad	1012	0	1012	104

CBOT Corn Futures:
(Unit: Cents/bushel)

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

Contract Month	Open	High	Low	Close	Change
Sep'11	680.75	691.00	670.50	675.25	-17.75
Dec'11	691.00	701.00	680.50	686.00	-17.00
March'12	704.25	713.00	693.50	699.50	-16.50
May'12	710.25	727.00	698.75	705.00	-16.00
Jul'12	713.75	721.00	702.75	708.25	-15.75

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