

Maize Market Fundamentals:

- Maize price traded mixed in the spot market. While domestic market sentiment continue to be steady, lower revision of supplies in US, infused strength in the international prices.
- As reported by Wasde: U.S. feed grain supplies for 2011/12 are projected lower this month with sharp drops in forecast corn. Corn production for 2011/12 is forecast 556 million bushels lower with a reduction in harvested area and lower expected yields. The national average yield is forecast at 153.0 bushels per acre, down 5.7 bushels from last month's projection as unusually high temperatures and below average precipitation during July across much of the Corn Belt sharply reduced yield prospects.
- Total Maize area sown remains at 59.30 lakh hectares as on 29th July as compared to 63.92 lakh hectares i.e. 4.6 lakh hectares lower. Sowing of the commodity is near to completion in all the key states and as per sources sowing is likely to be completed by August 15th in the country. So, far in UP at 98.52% sowing is completed while in Bihar around 78.4% in sowing has been done.
- Maize Price outlook for Bihar remain positive as arrivals remain hit and whatever little is there, is of inferior quality. Sources in Naughachia convey that farmers prefer to hold the stocks with them, in anticipation to fetch the higher price in future, while this restricts the supply in the market, the same also gets disrupted due to floods in few regions.
- 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.

International Market:

- US corn futures close sharply higher as the USDA makes a deeper -than-expected cut to its output estimate. Supplies are projected to remain tight through the next crop year, which ends Aug. 31, 2012. Yet, it may still be difficult for the market to return to record highs reached in June as high prices are reducing demand for corn, The USDA lowered its estimates for corn exports and domestic use from July. CBOT September corn rises 24 1/2c to \$7.02 1/2, 12% below the record high.

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)		
		12.08.2011	11.08.2011	Change	12.08.2011	11.08.2011	Change
Delhi	Hybrid	1100	1100	Unch	90	90	Unch
Nizamabad	Bilty	-	1290	-	-	-	-
Karimnagar	Bilty	-	-	-	-	-	-
Davangere	Bilty	1240	1235	+5	-	100	-
Naughachia	Bilty	1000-1025	-	-	100	-	-
Gulab Bagh	Bilty	1100-1110	1085-1095	+15	30000	19000	+21000
Kolkata	Mill	1200-1225	-	Unch	300	500	-200
Ahmadabad	Feed	1250-1270	1240-1280	-10	250	400	-150
Ahmadabad	Starch	1240	1240	Unch			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Aug-11	-5	1225	1234.5	1225	1226
Sep-11	1.5	1244	1249	1241.5	1242
Oct-11	-0.5	1240	1243	1235	1239.5

Contract	Volume	Change	OI	Change
Aug-11	810	-3450	11980	-180
Sep-11	650	-2510	16660	0
Oct-11	1090	-530	12160	0

Spread	Aug-11	Sep-11	Oct-11
Spot	14	-2	0.5
Aug-11	-	16	13.5
Sep-11	-16	-	-2.5

Stocks	Demat	In-Process	Total	FED
	11.08.11	11.08.11	11.08.11	08.08.11
Davangere	50	0	50	50
Delhi	12822	943	13765	10426
Nizamabad	1012	0	1012	1012



CBOT Corn Futures:

(Unit: Cents/bushel)

Maize CBOT Daily Futures Price Listing (as on 11/08/2011) (Cents/bushel)

Contract Month	Open	High	Low	Close	Change
Sep'11	676.75	708.00	676.00	702.50	+24.50
Dec'11	686.50	718.50	686.25	714.00	+25.50
March'12	700.00	731.50	699.50	726.75	+25.25
May'12	704.75	736.50	704.75	731.00	+24.50
Jul'12	708.25	738.25	706.75	733.00	+24.75

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