

Maize Market Fundamentals:

- Maize price continue to trade weak in the spot market. Weakness in Demand at Ahmadabad led cause the decline in the prices there, while there is less change in the fundamentals at rest of the regions.
- Average price spread between Maize and Wheat widened to Rs. (61.14) per quintal as on week (23rd August 2011) vis-a-vis spread of Rs.57.6 until previous week. The same is in comparison to average spread of Rs. (40.59) as on same date, a month ago.
- Much of the above move remains an outcome of increase in Maize Prices in comparison to decline in wheat prices. Average spread between the two gets wider than the last month's level of Rs. (40.59) and remain supportive for the wheat in comparison to Maize on the demand front.
- In Nizamabad (Andhra Pradesh), reportedly demand remains normal while market awaits new crop arrivals around 15th September, which according to them is a lag of 15 days. Further they convey that rains are occurring in the state, and a field needs to be dried before the same as well.
- Stocks in Andhra Pradesh remain at 40000 tons, the same in Nizamabad hover around 4000 tons, the same remain sufficient to cater to the demand until the new crop hits the region.
- On The export front active buying was seen by the exporters at Rs.13200 PMT FOR Chennai. Some AP stockists also started offloading their cargoes at these levels. But even today AP stockist must be carrying at least 0.5 - 1 million MT of stocks with them although the new crop is less then a month away.

International Market:

- US corn futures end mixed in a see-saw session, as the market rebounds late amid ongoing crop worries. Corn was pressured by profit-taking after recent gains, but with persistent reports of disappointing crops on an industry crop tour this week, worries about tight supplies kept a floor under the market. While demand is dwindling at current high prices, supply is dwindling faster. Sep corn ends up 1 1/2c to \$7.31 3/4 a bushel, Dec corn closed down 1/2c to \$7.43, after climbing to another contract high of \$7.48 3/4.

Outlook:

- ✓ Maize price trend is likely to remain range bound. Normal domestic demand is likely to remain supportive amidst constrained supplies, while sluggish exports and new crop on the threshold are likely to weigh on the price, on its way higher. in the coming days.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags (1 bag)		
		25.08.2011	24.08.2011	Change	25.08.2011	24.08.2011	Change
Delhi	Hybrid	1125	1125	Unch	727	727	-
Nizamabad	Bilty	1270	1275	-5	200	250	-50
Karimnagar	Bilty	-	-	-	-	-	-
Davangere	Bilty	-	1210	-	-	-	-
Naughachia	Bilty	1030-1050	1000-1050	Unch	4166	3333	+833
Gulab Bagh	Bilty	-	1140-1150	-	-	20000	-
Kolkata	Mill	1250-1275	1250-1260	+15	-	-	-
Ahmadabad	Feed	1215	1260	-45	3000	6000	-3000
Ahmadabad	Starch	1215	1225	-10			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Sep-11	-21	1183	1200	1176.5	1176.5
Oct-11	16.5	1188	1196.5	1178	1183
Nov-11	-11	1175	1196	1175	1185

Contract	Volume	Change	OI	Change
Sep-11	2750	1770	19830	-520
Oct-11	1180	-570	13120	-70
Nov-11	1140	870	17580	-440

Spread	Sep-11	Oct-11	Nov-11
Spot	93.5	87	85
Sep-11	-	6.5	8.5
Oct-11	-6.5	-	2
Nov-11	-8.5	-2	-

Stocks	Demat	In-Process	Total	FED
	24.08.11	24.08.11	24.08.11	22.08.11
Davangere	0	0	0	-
Delhi	13749	298	14047	10355
Nizamabad	530	0	530	104

CBOT Corn Futures:**(Unit: Cents/bushel)****Maize CBOT Daily Futures Price Listing (as on 24/08/2011) (Cents/bushel)**

Contract Month	Open	High	Low	Close	Change
Sep'11	730.00	737.00	727.50	731.75	+1.50
Dec'11	743.00	748.75	739.25	743.00	-0.50
March'12	754.00	759.25	750.25	754.00	-1.00
May'12	757.25	765.00	754.00	757.25	-0.75
Jul'12	758.25	766.00	755.00	758.75	-0.50

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