

**Maize Market Fundamentals:**

- Maize price remain broadly steady in the spot market.
- Demand; reportedly remain weak from consumption centers like Hyderabad from Davengere (producing region). Currently sales remain directed majorly to poultry. Further stocks of around 10000 tons exist in the place which is most likely to cater to the demand until the new crop hits the market.
- Maize Area in Karnataka, reportedly reach at 11.15 lakh hectares as on 22<sup>nd</sup> August as compared to 10.50 lakh hectares until same time, a year ago. Sowing has reached near completion as 99% of the target has been sown. Noticeably area covers up as rains improve towards August end.
- Sources in Bihar convey that Quality issues pertain in Maize and about 75% of the crop is of inferior quality. Heavy rains remain contributory to the same. They also convey that the demand remains for rest 20 -25% of the crop and the same is going to Starch Industry and remain noticeable from Gujarat and Uttaranchal, while sources say demand of the same from southern regions is not there due to mismatch of Quality requirements.
- India's Maize Production in 2011-12 is likely to decline about 2.6% as compared to last year on lower area sown, while yields are expected to rise. Production is set to decline in Key growing areas like Andhra Pradesh, Karnataka and Rajasthan

**International Market:**

- US corn futures closed with steep losses as traders take profits ahead of three-day US holiday weekend. CBOT December corn slides 29c to \$7.38 1/2 a bushel. The exchange will close Monday for Labor Day.

**Outlook:**

- ✓ Maize price trend is likely to remain range bound with weak bias. Lukewarm, domestic and export demand are likely to be negative drivers. Catch up in area on improved rains remains indicative of normal production and likely to keep on affecting the price, adversely.

**Spot Prices at Key Markets:**

Market	Grade	Prices (Rs./qtl)			Arrivals in bags		
		02.09.2011	31.08.2011	Change	02.09.2011	31.08.2011	Change
Delhi	Hybrid	-	1100	-	-	909	-
Nizamabad	Bilty	1230	Market closed	-	250	-	-
Karimnagar	Bilty	-	-	-	-	-	-
Davangere	Bilty	1210	Market closed	-	250	-	-
Naughachia	Bilty	1050-1075	1050-1075	Unch	3333	3333	Unch
Gulab Bagh	Bilty	-	-	-	-	-	-
Kolkata	Mill	1275-1300	1275-1300	Unch	-	-	-
Ahmadabad	Feed	1220-1250	1240	+10	3000	8000	-5000
Ahmadabad	Starch	1190-1200	1190-1200	Unch			

**NCDEX Maize Futures:**

Contract	+/-	Open	High	Low	Close
Sep-11	-36	1131	1131.5	1092	1099
Oct-11	-33.5	1142	1142	1105	1109
Nov-11	-25.5	1151	1155	1131	1139

Spread	Sep-11	Oct-11	Nov-11
Spot	131	121	91
Sep-11	-	10	40
Oct-11	-10	-	30
Nov-11	-40	-30	-

Contract	Volume	Change	OI	Change
Sep-11	3280	1550	18650	-430
Oct-11	1950	0	12900	0
Nov-11	1430	370	16070	-310

Stocks	Demat	In-Process	Total	FED
	30.08.11	30.08.11	30.08.11	29.08.11
Davangere	0	0	0	-
Delhi	13966	79	14045	10355
Nizamabad	308	0	480	104

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

Maize CBOT Daily Futures Price Listing (as on 01/09/2011) (Cents/bushel)

Contract Month	Open	High	Low	Close	Change
Sep'11	756.50	757.00	727.75	728.75	-28.75
Dec'11	766.00	767.50	737.50	738.50	-29.00
March'12	777.75	779.25	749.75	750.75	-28.25
May'12	783.50	783.75	755.50	756.50	-27.25
Jul'12	784.00	786.50	758.75	760.00	-26.50

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