

Maize Market Fundamentals:

- Maize price remain broadly steady to weak owing to sluggish demand from consuming industries against adequate stocks.
- Traders say that sluggish demand from consuming industries against adequate stocks mainly led to the fall in wholesale maize prices.
- 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 22nd 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:

- Corn futures rose the most in a week and soybeans extended their rally on speculation that hot, dry weather in the U.S., damaged crops more than forecast by the government. 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		
		03.09.2011	02.09.2011	Change	03.09.2011	02.09.2011	Change
Delhi	Hybrid	1100	-	-	500	-	-
Nizamabad	Bilty	1240	1230	+10	250	250	Unch
Karimnagar	Bilty	-	-	-	-	-	-
Davangere	Bilty	-	1210	-	-	150	-
Naughachia	Bilty	1025-1050	1050-1075	-25	300	300	Unch
Gulab Bagh	Bilty	-	-	-	-	-	-
Kolkata	Mill	1270-1300	1275-1300	Unch	300	-	-
Ahmadabad	Feed	1240-1250	1220-1250	Unch	3000	3000	Unch
Ahmadabad	Starch	1190-1200	1190-1200	Unch			

NCDEX Maize Futures:

Contract	+/-	Open	High	Low	Close
Sep-11	5.0	1110.0	1110.0	1096.0	1104.0
Oct-11	-3.0	1114.0	1114.0	1106.0	1110.0
Nov-11	7.0	1139.5	1144.0	1136.5	1142.0

Spread	Sep-11	Oct-11	Nov-11
Spot	136.0	130.0	98.0
Sep-11	-	6.0	38.0
Oct-11		-	32.0
Nov-11			-

Contract	Volume	Change	OI	Change
Sep-11	1210	-2070	18400	-310
Oct-11	350	-1600	12970	50
Nov-11	380	-1050	15980	-90

Stocks	Demat	In-Process	Total	FED
	02.09.11	02.09.11	02.09.11	29.08.11
Davangere	-	-	-	-
Delhi	14044	0	14044	10355
Nizamabad	308	0	308	104

CBOT Corn Futures:
(Unit: Cents/bushel)
Maize CBOT Daily Futures Price Listing (as on 02/09/2011) (Cents/bushel)

Contract Month	Open	High	Low	Close	Change
Sep'11	733.75	753.00	730.25	750.25	21.50
Dec'11	743.75	764.25	739.25	760.00	21.50
March'12	756.00	776.50	751.75	772.25	21.50
May'12	762.50	781.50	757.50	778.50	22.00
Jul'12	765.00	784.50	761.00	782.00	22.00

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