

Maize Domestic Market Fundamentals:

- Steady to firm tone witnessed in key spot markets of Maize on Friday supported by demand.
- However, buyers were showing unwillingness to buy maize on higher prices.
- Lower stocks against demand will support maize prices further.
- The arrivals in Davangere market have been registered down to 500 bags against 1167 bags of previous day.
- Indian maize FOB prices quoted lower to \$315 per ton compared to Latin American maize FOB prices quoted at \$346 per ton.
- India is likely to export 3.5 million tons of maize in 2011-12.
- Agriculture ministry increased food grains production estimate for 2011-12 to 257.44 million tons which is up from the food grains production estimated by government in the third advance estimate which was stood at 52.56 million tons.
- As per IMD, average rainfall found in Andhra Pradesh from 1st June 12 to 18th July 12 to 194.6 m.m as against the normal as on date of 213.0 m.m showing as normal of -9 %.
- Maize sowing in Andhra Pradesh has been covered down to 3.09 lakh ha. against previous year sowing area i.e 3.35 lakh ha. in the corresponding period of time.
- There is fewer maize arrivals left in Punjab which is going to end in the coming week as expected. Meanwhile, maize is moving from Punjab towards Mundra and kandla port.

Daily International Market Scenario:

- Corn CBOT prices increased yesterday due to buying support.
- US drought is expanding which is negative factor for corn crops.
- US corn exports reached to 34.48 million tons till 12th July 2012. However, US corn exports in latest reporting week stood at 31900 tons which is 82 percent down from previous week and 77 percent down from prior 4 weeks as reported.

Outlook Maize prices seems bullish in medium to long term considering firm demand and lower maize stocks. In addition to it, delayed sowing and kharif maize harvesting future prospects likely to take the prices to new high.

Spot Prices at Key Markets:

| Market | Grade | Prices (Rs./qtl) | | | Arrivals in bags | | |
|-----------|--------|------------------|-----------|--------|------------------|-----------|--------|
| | | 20.7.2012 | 19.7.2012 | Change | 20.7.2012 | 19.7.2012 | Change |
| Delhi | Hybrid | 1390 | 1375 | +15 | 2727 | 2364 | +364 |
| Nizamabad | Bilty | 1322 | 1318 | +4 | - | - | - |
| Davangere | Bilty | 1450 | 1400 | +50 | 500 | 1167 | -667 |
| Naugachia | Bilty | 1150 | 1125 | +25 | 3333 | 2500 | +833 |
| Kolkata | Mill | 1300 | 1300 | Unch | 5000 | 5000 | Unch |
| Ahmedabad | Feed | 1500 | 1500 | Unch | 4000 | 4000 | Unch |
| | Starch | 1525 | 1525 | Unch | | | |

NCDEX Maize Futures

| Contract | +/- | Open | High | Low | Close | Spread | Aug-12 | Sep-12 | Oct-12 |
|----------|-------|------|------|------|-------|--------|--------|--------|--------|
| Aug-12 | 35 | 1549 | 1586 | 1549 | 1575 | Spot | -125 | | |
| Sep-12 | 31 | 1579 | 1605 | 1564 | 1596 | Aug-12 | | 21.00 | |
| Oct-12 | 31.00 | 1555 | 1584 | 1536 | 1577 | Sep-12 | | | -19.00 |

| Contract | Volume | Change | OI | Change | Stocks | Demat 19-7-12 | In-Process 19-7-12 | Total 19-7-12 | FED 16-7-12 |
|----------|--------|--------|-------|--------|-----------|------------------|-----------------------|------------------|----------------|
| Aug-12 | 41630 | 9210 | 32650 | 330 | Davangere | 1942 | 0 | 1945 | 1942 |
| Sep-12 | 20,290 | -3860 | 18020 | 40 | Nizamabad | 1629 | 0 | 1629 | 1631 |
| Oct-12 | 2090 | -1930 | 5430 | 20 | Delhi | 11761 | 72 | 11833 | 10084 |

CBOT Corn Daily Futures Price Listing (USD/MT) as on 19th July 2012

| Contract Month | Open | High | Low | Close | Change |
|----------------|--------|--------|--------|--------|--------|
| Sep-12 | 312.12 | 321.47 | 311.04 | 317.93 | 12.75 |
| Dec-12 | 307.80 | 314.49 | 305.63 | 306.42 | -2.26 |
| Mar-13 | 307.30 | 313.70 | 300.32 | 303.27 | -12.75 |
| May-13 | 306.22 | 312.62 | 299.33 | 301.89 | -5.02 |
| Jul-13 | 303.76 | 310.26 | 295.59 | 299.23 | -5.22 |

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