

**Maize Market Fundamentals:**
***Maize price continue to trade mix in the spot market.***

- Maize is sown in 74.19 lakh hectares as on 16th September 2011 as compared to 74.42 lakh hectares until the same time a year ago. Total Maize Area in Andhra Pradesh is estimated at 0.48 million hectares as compared to 0.44 million hectares sown last year.
- Average price spread between Maize and Wheat widens to Rs. (77.9) per quintal as on 14 September as compared to the spread of Rs. (58.3) per quintal until same time last month. Much of the above move remains an outcome of decline in Maize Prices as wheat prices remain steady. Widened spread between the two, improve prospects for the Maize demand in comparison to wheat.
- In Davengere, demand remains reportedly good with no crop loss reported due to the recent excess rains. New crop is expected to hit in first week of October. New crop is anticipated to have a moisture content of about 18-20%.
- Participants expect limited downside to the price, as impact of improvement in arrivals is likely to be offset by pick up in both domestic as well as export demand, once the moisture level reduces upto desired level.
- In a new development, government issued first advance estimate for 2011-12 and according to the same, Maize Production is anticipated lower at 15.86 million tonnes as compared to 16.32 million tonnes estimated in 2010-11.
- Global Outlook: Yield and production cuts in US remain discounted as a cue, while demand takes on as a current driver as the same is affected at the higher price levels. However price is likely to derive support at the lower levels on downward revisions in ending Stocks on anticipated production cuts in US.

**International Market:**

- US corn futures finish lower as the market continues to retreat from a surge last month. Commodity funds keep pressure on prices, unloading an estimated 9,000 contracts, a more moderate amount than the estimated 25,000 they sold Thursday. CBOT December corn slides 9c to \$6.92/bushel.

**Outlook:** Maize price trend is likely to remain range bound with weak bias. New crop arrival start to hit southern regions and the same is likely to weigh on the price while on likely picking of maize at lower levels by big poultry firms is likely to act a supportive driver.

**Spot Prices at Key Markets:**

Market	Grade	Prices (Rs./qtl)			Arrivals in bags		
		17-9-2011	16-9-2011	Change	17-09-2011	16-09-2011	Change
Delhi	Hybrid	1050	1050	Unch	909	909	-
Nizamabad	Bilty	Market closed	Market closed	-	Market closed	-	-
Davangere	Bilty	1200	1190	+10	416	-	-
Naugachia	Bilty	Market closed	1025-1050	-	Market closed	3333	-
Kolkata	Mill	Market closed	1250-1260	-	Market closed	-	-
Ahmedabad	Feed	1200-1220	1200-1240	-20	4000	3000	+1000
Ahmedabad	Starch	1160-1165	1170	-5			

**NCDEX Maize Futures**

Contract	+/-	Open	High	Low	Close
Sep-11	-11	1088	1094	1078	1090
Oct-11	-14	1120	1120	1092	1101
Nov-11	-17	1146	1148	1120	1130

Contract	Volume	Change	OI	Change
Sep-11	1030	-1240	8720	100
Oct-11	2180	-5860	19210	500
Nov-11	3740	180	11290	-1360

Spread	Sep-11	Oct-11	Nov-11
Spot	110	99	70
Sep-11	-	11	40
Oct-11	-11	-	29
Nov-11	-40	-29	-

Stocks	Demat	In-Process	Total	FED
	16.09.11	16.09.11	16.09.11	12.09.11
Davangere	-	-	-	-
Delhi	11375	994	12369	7793
Nizamabad	-	-	-	-

**CBOT Corn Futures:**
**(Unit: Cents/bushel)**
**Maize CBOT Daily Futures Price Listing (as on 16/09/2011) (Cents/bushel)**

Contract Month	Open	High	Low	Close	Change
<b>Dec'11</b>	701.75	707.25	691.75	692.00	-9.00
<b>March'12</b>	714.75	720.75	705.00	705.50	-9.25
<b>May'12</b>	722.75	727.75	713.00	713.50	-9.25
<b>Jul'12</b>	726.25	731.50	717.00	717.00	-9.00
<b>Sep12</b>	671.25	676.50	663.00	663.00	-9.50

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