

**Maize Market Fundamentals:**
***Maize price drifted lower in the spot market.***

- While demand remain normal, new crop arrival pressure kept weighing on the price. Lower Maize Area coverage and consequent lower revisions in the total production projection for 2011-12, also remain a optimistic driver.
- Maize Total Area sown, reportedly reach at 74.19 lakh hectares as on 16<sup>th</sup> September as compared to 74.42 lakh hectares until the same time a year ago.
- Average price spread between Maize and Wheat widens to Rs. (88.95) per quintal as on 19 September as compared to the spread of Rs. (58.4) per quintal until same time last month.
- Sources in Bihar (Naugachia), convey that price outlook remain bleak as both demand and supply remain low as quality remains a issue and whatever is being sold, is out of the stocks (of better quality), therefore it remains scarce and hence a price supportive factor
- Sources in Nizamabad convey that domestic demand remains good while big poultries are waiting for the moisture content to reduce to start stocking. Moisture content of about 16% is being assessed in the new crop arrival that has started, however the ongoing rains in the region are restricting the same.
- 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%.

**International Market:**

- US corn futures end mostly lower, stumbling late in the session after an early rally failed to attract follow-through buyers. Ongoing harvest is adding seasonal pressure to the market as more supplies enter the pipeline. Meanwhile, chatter about potential buying by China, has yet to be confirmed, and traders put further that broadly demand remain lacklustre. Dec CBOT corn ends down 2c to \$6.90 1/4 per bushel, 13c off the intraday high.

**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 demand 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		
		21-09-2011	20-09-2011	Change	21-09-2011	20-09-2011	Change
Delhi	Hybrid	1060	1060	-	727	727	-
Nizamabad	Bilty	1170	1180	-10	4000	1000	+3000
Davangere	Bilty	-	-	-	-	500	-
Naugachia	Bilty	No arrival	No arrival	-	No arrival	No arrival	-
Gulab Bagh	Bilty	-	1155	-	-	2500	-
Kolkata	Mill	No arrival	No arrival	-	No arrival	No arrival	-
Ahmedabad	Feed	1200	1220	-20	4000	10000	-6000
Ahmedabad	Starch	1160	1160	-			

**NCDEX Maize Futures**

Contract	+/-	Open	High	Low	Close
Oct-11	13.5	1078	1095	1072.5	1087
Nov-11	8	1110	1127	1110	1125
Dec-11	9	1146	1153	1140	1150

Spread	Oct-11	Nov-11
Spot	104	65.5
Oct-11	-	38.5
Nov-11	-38.5	-

Contract	Volume	Change	OI	Change
Oct-11	2020	4380	22870	-3840
Nov-11	2180	2830	11910	4040
Dec-11	190	1050	4000	160

Stocks	Demat	In-Process	Total	FED
	20.09.11	20.09.11	20.09.11	19.09.11
Davangere	-	-	-	-
Delhi	15055	0	15055	7793
Nizamabad	-	-	-	-

**CBOT Corn Futures:**
**(Unit: Cents/bushel)**
**Maize CBOT Daily Futures Price Listing (as on 20/09/2011) (Cents/bushel)**

<b>Contract Month</b>	<b>Open</b>	<b>High</b>	<b>Low</b>	<b>Close</b>	<b>Change</b>
<b>Dec'11</b>	697.25	704.50	690.25	690.25	-2.00
<b>March'12</b>	709.25	717.00	703.00	703.00	-2.00
<b>May'12</b>	717.50	724.50	710.00	710.50	-2.50
<b>Jul'12</b>	723.50	728.00	714.00	714.25	-2.00
<b>Sep12</b>	660.00	666.25	655.75	655.75	-2.00

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