

Maize Market Fundamentals:

Maize price remain broadly steady in the spot market.

- Maize prices plunged by 4.2% in the week ended 28 September 2011 as compared to declines of 0.84% in a week prior.
- On the export front: corn business was done for Malaysia at USD 275 CFR Port Klang while Vietnam continue to remain on sidelines amidst no buying interest as it continue to remain dependant on the local crop.
- In Davangere, new crop arrival started towards September end, however demand face a reduction as the same from Tamil Nadu, reduces as they get own Maize crop unlike last season. Further the old crop stocks in Davangere hovers around 20000 tonnes and about 50000 tonnes in the whole Karnataka.
- Domestic demand reportedly remains good In Nizamabad as the same is being dispatched majorly to Hyderabad. Further the new crop is coming in with a moisture content of about 14-15%. While the old crop stock is finished, stocking of new crop is yet to take place, which is likely in another month.
- Sources from Bihar convey that, while the maize quality remains low, the same is being demanded and hence exported to Bangladesh.

International Market:

- US corn futures post decent gains as the market continues to recover from recent steep losses. Strength in external markets and weakness in the dollar helped lift grain prices after commodities tumbled last week on economic jitters. Yet, prices finished off intraday highs as traders remain nervous about the risk for more selling ahead of quarter-end. They worry the USDA, in a crop report Friday, could estimate corn supplies were larger than expected at the start of September. CBOT December corn rose 4 1/4c to \$6.52 1/4 a 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 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		
		28-09-2011	27-09-2011	Change	28-09-2011	27-09-2011	Change
Delhi	Hybrid	1030	1030	Unch	1272	900	+372
Nizamabad	Bilty	1120	Market closed	-	5000	Market Closed	-
Davangere	Bilty	1140	1140	Unch	1000	-	-
Naugachia	Bilty	1075	-	-	1666	-	-
Kolkata	Mill	1275	1275	Unch	-	-	-
Ahmedabad	Feed	1200	1200	Unch	7000	5000	+2000
Ahmedabad	Starch	1130	1140	-10			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Oct-11	-4	1050	1056.5	1044.5	1052
Nov-11	-3.5	1096	1105	1091	1099
Dec-11	6.5	1123.5	1130	1115	1125.5

Spread	Oct-11	Nov-11
Spot	68	21
Oct-11	-	47
Nov-11	-47	-

Contract	Volume	Change	OI	Change
Oct-11	700	-1400	20870	-30
Nov-11	1410	-930	11260	-120
Dec-11	160	50	3980	40

Stocks	Demat	In-Process	Total	FED
	27.09.11	27.09.11	27.09.11	26.09.11
Davangere	-	-	-	-
Delhi	15055	0	15055	10324
Nizamabad	-	-	-	-

CBOT Corn Futures:

(Unit: Cents/bushel)

Maize CBOT Daily Futures Price Listing (as on 27/09/2011) (Cents/bushel)

Contract Month	Open	High	Low	Close	Change
Dec'11	653.00	666.25	646.00	652.25	+4.25
March'12	665.75	679.50	659.50	665.75	+4.50
May'12	673.50	686.75	667.00	673.25	+4.50
Jul'12	677.50	691.25	672.00	678.00	+5.25
Sep12	618.25	635.50	618.25	625.75	+8.25

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