

Maize Market Fundamentals:

Maize price remain broadly steady in the spot market, barring Nizamabad, where it plunged lower as arrivals kept improving.

- Maize Area in Andhra Pradesh is sown higher in 4.8 lakh hectares as on 21 September as compared to 4.4 lakh hectares sown until same time last year. While there is no crop loss reported, moisture content in the crop remains high.
- Further, as per gathered view from the trade sources yields are likely to remain higher by about 10% as compared to last year as late rains covered up the impact of early dryness, caused by deficiency in the same.
- 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 Davengere, 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 Davengere 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. 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 finish sharply lower as renewed economic concerns fuel fresh liquidation by commodity funds. Traders estimate funds sold an estimated 17,000 contracts, a hefty amount. They see the decline as a buying opportunity amid lingering concerns about low corn inventories.

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		
		29-09-2011	28-09-2011	Change	29-09-2011	28-09-2011	Change
Delhi	Hybrid	1030	1030	Unch	1272	1272	-
Nizamabad	Bilty	1075	1120	-45	7000	5000	+2000
Davangere	Bilty	1150	1140	+10	1166	1000	+166
Naugachia	Bilty	1075	1075	Unch	3333	1666	+1667
Kolkata	Mill	1275	1275	Unch	-	-	-
Ahmedabad	Feed	1200	1200	Unch	6000	7000	-1000
Ahmedabad	Starch	1130	1130	Unch			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Oct-11	-6.5	1045.5	1052	1045	1047.5
Nov-11	-8.5	1097	1101	1093.5	1094
Dec-11	-3	1139.5	1139.5	1120	1120

Contract	Volume	Change	OI	Change
Oct-11	1110	20	20420	-380
Nov-11	2320	470	11560	-100
Dec-11	180	20	3940	-60

Spread	Oct-11	Nov-11	Dec-11
Spot	27.5	-19	-45
Oct-11	-	46.5	72.5
Nov-11	-46.5	-	26

Stocks	Demat	In-Process	Total	FED
	28.09.11	28.09.11	28.09.11	26.09.11
Davangere	-	-	-	-
Delhi	15055	0	15055	10324
Nizamabad	-	-	-	-

CBOT Corn Futures:
(Unit: Cents/bushel)
Maize CBOT Daily Futures Price Listing (as on 28/09/2011) (Cents/bushel)

Contract Month	Open	High	Low	Close	Change
Dec'11	650.00	650.75	628.75	630.75	-21.50
March'12	664.00	666.00	642.50	644.00	-21.75
May'12	671.50	671.50	650.00	651.75	-21.50
Jul'12	675.00	676.00	654.75	656.50	-21.50
Sep12	625.75	625.75	608.00	608.00	-17.75

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