

Maize Market Fundamentals:

Maize price continue to drift lower in the spot market. While, markets in Bihar remain closed on account of Durga Puja, decline in arrivals is witnessed in Nizamabad.

- Limited domestic buying continues to weigh on the sentiment while catching up export demand and lower area offset the impact but in the least. Fundamentals broadly remain steady.
- Business by rake reported from centres like Bagalkot and Koppal for Kakinada at Rs.11900 PMT. One rake traded from Tenali in A.P for Kakinada at the same rate.
- Total area sown under maize crop as of 30th September, 2011 is down by 0.63 per cent to 75.36 lakh hectares as compared to 75.84 lakh hectares sown until same period last year.
- On the export front: About 7000 - 8000 MT of business was done for October November shipment with price ranging between USD 288 - USD 300 PMT CFR Indonesian ports of Belawan/Surabaya/Jakarta.
- 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. Crop with reduced moisture content is likely to arrive in another two weeks time as per trade sources.
- 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.

International Market:

- US corn futures end flat, finding stability after earlier plunging near a 10-month low. The exhaustion of fund-inspired liquidation and commercial bargain-hunting buying provided support to buoy prices. However, global economic worries tied to Greece's unresolved debt issues and harvest-related selling applied pressure to cap advances. Market was oversold, after adequately digesting Friday's unexpected government stocks report revealing larger-than-expected inventories.

Outlook: Maize price trend is likely to remain range bound with weak bias. Higher arrivals continue to drag the price by keeping the availability higher, while picking up export demand and lower area sown are likely to bring in respite.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags		
		04-10-2011	03-10-2011	Change	04-10-2011	03-10-2011	Change
Delhi	Hybrid	1010	1000	+10	909	909	-
Nizamabad	Bilty	1040	1060	-20	4000	7000	-3000
Davangere	Bilty	1090	1150	-	1666	250	+1416
Naugachia	Bilty	closed	closed	-	-	-	-
Kolkata	Mill	-	-	-	-	-	-
Ahmedabad	Feed	1150	1180	-30			
Ahmedabad	Starch	1100	1130	-30	7000	4000	+3000

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Oct-11	-4	975	982	975	976
Nov-11	-2.5	1039	1043	1032.5	1032.5
Dec-11	-5.5	1068	1072	1064	1064

Contract	Volume	Change	OI	Change
Nov-11	1510	-700	11580	70
Dec-11	520	-160	3290	-50

Spread	Oct-11	Nov-11	Dec-11
Spot	63.5	5	-25
Oct-11	-	58.5	88.5
Nov-11	-58.5	-	30

Stocks	Demat	In-Process	Total	FED
	03.10.11	03.10.11	03.10.11	03.10.11
Davangere	-	-	-	-
Delhi	15011	0	15011	10280
Nizamabad	-	-	-	-

CBOT Corn Futures:
(Unit: Cents/bushel)
Maize CBOT Daily Futures Price Listing (as on 03/10/2011) (Cents/bushel)

Contract Month	Open	High	Low	Close	Change
Dec'11	590.00	598.75	572.25	592.50	unch
March'12	604.25	614.50	586.00	606.00	+0.25
May'12	612.00	620.00	594.25	613.75	+0.25
Jul'12	617.75	625.00	600.00	619.25	unch
Sep12	586.75	590.50	572.00	590.50	+4.00

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