

Maize Market Fundamentals:

Maize price traded lower in the spot market. Rising arrivals and weak demand from Feed industry weigh on to the maize prices.

- Exports demand came from Bangladesh, Indonesia and Vietnam for Maize as reported.
- Meanwhile, moderate demand of corn increase the prices in Naugachia market in Bihar.
- Total Maize Production in India is projected to decline in 2011-12 as compared to last year on drop in area and likely lower yields.
- Total maize area has declined by about 6% to 7.36 million hectares in Kharif 2011-12 as compared to last year. Decline in area sown in Madhya Pradesh, Maharashtra and Uttar Pradesh remain contributory to the overall decline.
- 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.
- High Moisture content of 14-15% is found in new crop in A.P. and 16-17% in Karnataka's new crop. No major crop damage reported due to the recent excess rains while yields maybe affected in Karnataka and Maharashtra.
- 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.
- In Davangere, new crop arrival intensify, while demand face a reduction as the same from Tamil Nadu, reduces as they get own Maize crop unlike last season.

Outlook: Maize Price are likely to range bound, while it may also recover as ongoing new crop arrival pressure is likely to continue to suppress the upside, that is likely to stem from picking up export demand and projected cuts for the Maize Production in 2011-12. Domestic demand is also likely to pick up as poultries run short of old crop stock and will eye the new crop in the month ahead, with likely dropping of the moisture content.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags		
		08-10-2011	10-10-2011	Change	08-10-2011	10-10-2011	Change
Delhi	Hybrid	1005	1000	-5	1272	1272	-
Nizamabad	Bilty	Market closed	1030	-	Market closed	11667	-
Davangere	Bilty	1100	-	-	1166	-	-
Naugachia	Bilty	1050	1100	+50	1666	3333	-1667
Kolkata	Mill	1280	1300	-20	6666	6666	Unch
Ahmedabad	Feed	1180	1150	-30			
Ahmedabad	Starch	1120	1130	+10	5000	6000	-1000

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Oct-11	-4.50	980.00	983.50	972.00	978.00
Nov-11	-0.50	1040.50	1047.00	1038.00	1043.00
Dec-11	4.00	1078.00	1080.00	1070.00	1077.00

Contract	Volume	Change	OI	Change
Oct-11	2130	1910	14740	-1630
Nov-11	2150	1890	8850	-1160
Dec-11	530	500	3160	-80

Spread	Oct-11	Nov-11	Dec-11
Spot	117.5	56.5	27
Oct-11	-	61	90.5
Nov-11	-61	-	29.5

Stocks	Demat	In-Process	Total	FED
	08.10.11	08.10.11	08.10.11	03.10.11
Davangere	-	-	-	-
Delhi	14911	0	14911	10280
Nizamabad	-	-	-	-

CBOT Corn Futures:
(Unit: Cents/bushel)

Maize CBOT Daily Futures Price Listing (Cents/bushel)

Contract Month	Open	High	Low	Close	Change
Dec'11					
March'12					
May'12					
Jul'12					
Sep12					

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