

Maize Market Fundamentals:
Maize prices have increased in various spot markets on Thursday.

- Meanwhile, sluggish arrivals and moderate demand of maize in Naugachia market kept the prices unchanged.
- Prices have improved in Delhi market owing to improved demand of corn on Thursday.
14-15% moisture content reported from corn in AP which can be considered to be good for export deals for countries like Bangladesh. It is also noticeable that reduction in moisture content will likely to increase the export demand from countries like Vietnam. **Ideal moisture content of maize is favorable for corn exports.**
- U.S. corn production is forecast at 12.4 billion bushels, down 1 percent from September and down slightly from 2010.
- Maize Total Area sown, reportedly remain at 75.36 Lakh hectares as on 30th September as compared to 75.84 Lakh hectares until the same time a year ago.
- Higher wheat prices compared to maize in Delhi might increase buying from poultry feed industry. It is noticeable that Maize prices in Delhi market are Rs 1005 per quintal which is less compared to wheat prices which stood at Rs.1115/quintal.
- 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.
- 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.

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.

International Market Scenario: US corn futures finished weaker as U.S. federal forecasters' increase their inventory projection more than expected. Profit-taking adds pressure after a limit-up session Tuesday. Yet, the market could feel longer-term support from the USDA's report because it cut the output forecast for the third month in a row, says Brian Hoops of Midwest Market Solutions. "I think from a longer-term standpoint, there are some positives out of this report." CBOT December corn slips 4 1/4c to \$6.40 3/4 a bushel.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags		
		13-10-2011	12-10-2011	Change	13-10-2011	12-10-2011	Change
Delhi	Hybrid	1020	1005	+15	1272	909	Unch
Nizamabad	Bilty	1030	1030	Unch	4000	3000	1000
Davangere	Bilty	-	-	-	-	-	-
Naugachia	Bilty	1075	1075	Unch	3333	3333	Unch
Kolkata	Mill	1300	1300	Unch	6666	6666	Unch
Ahmedabad	Feed	1170	1150	+20	7000	7000	Unch
Ahmedabad	Starch	1150	1140	+10			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Oct-11	-16	1028.00	1046.50	983.00	1000.00
Nov-11	11.50	1085.00	1119.50	1068.00	1087.50
Dec-11	30.00	1120.00	1130.50	1095.00	1117.00

Contract	Volume	Change	OI	Change
Oct-11	5660	-4350	4680	-1140
Nov-11	7360	4160	8230	80
Dec-11	2670	2200	3400	340

Spread	Oct-11	Nov-11	Dec-11
Spot	30	-57.5	-87
Oct-11		87.5	117
Nov-11			29.5

Stocks	Demat	In-Process	Total	FED
	12.10.11	12.10.11	12.10.11	10.10.11
Davangere	-	-	-	-
Delhi	13897	0	13897	9673
Nizamabad	-	-	-	-

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

Contract Month	Open	High	Low	Close	Change
Dec'11	646.25	655	628.75	640.75	-4.25
March'12	658.25	666.75	641	652.75	-4.75
May'12	664.75	673	648.25	660	-4.75
Jul'12	670	677	652.75	664.25	-5
Sep12	631	635.75	614.75	621.75	-7.5

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