

Maize Market Fundamentals:
Steady to Firm sentiments witnessed in various maize spot markets on Saturday.

- Prices of maize remained steady to firm on the wholesale grains market today, on the back of increased offtake by industrial units and other consuming industries.
- Traders said increased offtake by industrial units and other consuming industries mainly led to rise in maize prices.
- Weak demand for maize across the markets is likely to support the prices to trade downside.
- With arrival gaining momentum it might build pressure over the prices thereby supporting the downtrend. .
- China buys 900,000 tonnes of US corn which is its second biggest buy in a single day. This deal shows the China's role as a big importer. According to news sources, it is a part of a sale and China may likely to buy more US corn which might prove bullish as far as grains prices are concerned.
- 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 ends higher on spillover support from strength in the stock market and crude oil as well as the decline in the value of the U.S. dollar. Support also came in after USDA report higher corn sales for the week at 49.6 million bushels, while shipments of 35.9 million bushels. Prices were also supported by higher imports from China. CBOT December delivery rose 0.3 percent to close at \$6.40 a bushel.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags		
		15-10-2011	14-10-2011	Change	15-10-2011	14-10-2011	Change
Delhi	Hybrid	1050	1030	+20	909	1273	-364
Nizamabad	Bilty	1040	1040	Unch	3000	3000	Unch
Davangere	Bilty	-	970	-	-	833	-
Koppal	Bilty	1080	1065	+15	-	-	-
Naugachia	Bilty	1100	1100	Unch	3333	3333	Unch
Kolkata	Mill	1300	1300	Unch	5833	5833	Unch
Ahmedabad	Feed	1200	1150	+50	6000	4000	+2000
Ahmedabad	Starch	1150	1140	+10			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Oct-11	-6.5	989.0	993.0	979.0	986.5
Nov-11	2.5	1085.5	1096.0	1075.5	1091.0
Dec-11	-10.0	1112.0	1124.0	1109.0	1113.0

Spread	Oct-11	Nov-11	Dec-11
Spot	63.5	-41.0	-63.0
Oct-11	-	104.5	126.5
Nov-11		-	22.0

Contract	Volume	Change	OI	Change
Oct-11	750	-	4300	-270
Nov-11	2730	1530	8830	530
Dec-11	1300	850	3970	630

Stocks	Demat	In-Process	Total	FED
	14.10.11	14.10.11	14.10.11	10.10.11
Davangere	-	-	-	-
Delhi	13897	0	13897	9673
Nizamabad	-	-	-	-

**CBOT Corn Futures:****(Unit: Cents/bushel)****Maize CBOT Daily Futures Price Listing (14-10-2011)(Cents/bushel)**

Contract Month	Open	High	Low	Close	Change
Dec'11	638.00	648.50	632.25	640.00	1.75
March'12	649.50	659.50	644.25	651.50	1.75
May'12	656.50	666.25	651.00	658.75	2.25
Jul'12	661.00	670.50	656.50	663.25	2.00
Sep12	621.50	631.50	620.00	623.25	1.50

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