

Maize Market Fundamentals:

Mixed sentiments witnessed in various maize spot markets on Tuesday. Markets could not find adequate cues to decide the prices either side.

- Corn stocks are moving from Davengere to Kakinada port for exports to various exporting destinations at FOB 1150-1160 as reported.
- Arrivals have improved in Davengere market from 3333 bags to 5000 bags. Arrivals are likely to improve after diwali as reported.
- Ukraine has produced over 9 million tonnes of maize till date, according to UGC.
- 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.
- 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.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags		
		18-10-2011	17-10-2011	Change	18-10-2011	17-10-2011	Change
Delhi	Hybrid	1060	1050	+10	1273	1273	Unch
Nizamabad	Bilty	1040	1040	Unch	4000	3000	+1000
Davangere	Bilty	1060	1050	+10	5000	3333	+1667
Koppal	Bilty	1060	1060	Unch	6000	-	-
Naugachia	Bilty	1075	1100	-25	4167	3300	+867
Kolkata	Mill	1300	1300	Unch	5000	6667	-1667
Ahmedabad	Feed	1165	1160	+5	7000	4000	+3000
Ahmedabad	Starch	1120	1145	-25			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Nov-11	-7.00	1117	1136.50	1092	1104
Dec-11	-9.50	1126.50	1150	1113	1121.50
Jan-12	1.00	1160	1165	1141	1143

Contract	Volume	Change	OI	Change
Nov-11	3320	190	9460	200
Dec-11	770	-130	4270	170
Jan-12	90	-100	1020	-30

Spread	Nov-11	Dec-11	Jan-12
Spot	-64	-81.5	-103
Nov-11		17.5	39
Dec-11			21.5

Stocks	Demat	In-Process	Total	FED
	17.10.11	17.10.11	17.10.11	10.10.11
Davangere	-	-	-	-
Delhi	13897	0	13897	9166
Nizamabad	-	-	-	-

CBOT Corn Futures:
(Unit: Cents/bushel)
Maize CBOT Daily Futures Price Listing (17-10-2011)(Cents/bushel)

Contract Month	Open	High	Low	Close	Change
Dec'11	641.75	647	635.25	640.5	+0.5
March'12	652.5	658	646.5	651.25	-0.25
May'12	659.5	665	653.5	658	-0.75
Jul'12	665	669	658.75	662.25	-1
Sep12	623.25	628.25	620.5	620.75	-2.5

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