

Maize Market Fundamentals:

Steady to firm sentiments recorded in various maize spot markets on Thursday. Lesser arrivals and moderate demand of maize in various markets support the prices of maize today

- Arrivals have been decreased in Nizamabad and Davangere market keeping in view sluggish demand of maize in these markets.
- However, arrivals have been increased in Koppal market owing to movement of maize stocks to ports for exports. It is noticeable that 6 racks of Com have moved from Koppal market to Kakinada port in 8 days for export as reported from reliable sources.
- Demand of corn from Poultry and Starch industry is moderate as reported. However, less arrivals of com urge starch and poultry industries to buy wheat or Bajra.
- US corn prices might cool down as expected owing to economic weakness which will curb the corn demand.
- U.S. corn production is forecast at 12.4 billion bushels, down 1 percent from September and down slightly from 2010.
- 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 Commentary: US com futures close lower on spillover pressure from a sharp drop in soybeans. The late break in the oilseed market spilled over into the grains after com and wheat spent much of the day trading higher, traders say. The day was "absent of any news other than general commodity-wide liquidation," says Rich Feltes of RJ O'Brien. Commodity funds sold an estimated 8,000 corn contracts, a moderate amount. Yet, farmers are still hanging on to their crops, reluctant to sell until prices increase. CBOT December com slides 5 1/2c to \$6.38 1/2/bushel

Spot Prices at Key Markets:

| Market | Grade | Prices (Rs./qtl) | | | Arrivals in bags | | |
|-----------|--------|------------------|------------|--------|------------------|------------|--------|
| | | 20-10-2011 | 19-10-2011 | Change | 20-10-2011 | 19-10-2011 | Change |
| Delhi | Hybrid | 1060 | 1060 | Unch | 1273 | 1273 | Unch |
| Nizamabad | Bilty | 1050 | 1040 | +10 | 2000 | 3000 | -1000 |
| Davangere | Bilty | 1070 | 1050 | +20 | 2500 | 3333 | -833 |
| Koppal | Bilty | 1060 | 1060 | Unch | 8000 | 6000 | +2000 |
| Naugachia | Bilty | 1050 | 1050 | Unch | 3333 | 3333 | Unch |
| Kolkata | Mill | 1300 | 1300 | Unch | 5000 | 5000 | Unch |
| Ahmedabad | Feed | 1150 | 1180 | -30 | 4000 | 6000 | -2000 |
| Ahmedabad | Starch | 1150 | 1150 | Unch | | | |

NCDEX Maize Futures

| Contract | +/- | Open | High | Low | Close | Spread | Nov-11 | Dec-11 | Jan-12 |
|----------|-------|---------|---------|---------|---------|--------|--------|--------|--------|
| Nov-11 | 0.50 | 1090.50 | 1101.00 | 1081.00 | 1101.00 | Spot | -51 | -70.5 | -85 |
| Dec-11 | -1.50 | 1108.00 | 1127.00 | 1104.00 | 1120.50 | Nov-11 | | 19.5 | 34 |
| Jan-12 | -3.00 | 1125.00 | 1140.00 | 1124.00 | 1135.00 | Dec-11 | | | 14.5 |

| Contract | Volume | Change | OI | Change | Stocks | Demat | In-Process | Total | FED |
|----------|--------|--------|------|--------|-----------|----------|------------|----------|----------|
| | | | | | | 19.10.11 | 19.10.11 | 19.10.11 | 17.10.11 |
| Nov-11 | 2600 | 1340 | 9560 | 120 | Davangere | - | - | - | - |
| Dec-11 | 1060 | 610 | 4460 | 160 | Delhi | 13897 | 0 | 13897 | 9166 |
| Jan-12 | 120 | 60 | 1040 | 30 | Nizamabad | - | - | - | - |

CBOT Corn Futures:
(Unit: Cents/bushel)
Maize CBOT Daily Futures Price Listing (19-10-2011)(Cents/bushel)

| Contract Month | Open | High | Low | Close | Change |
|-----------------|--------|--------|--------|--------|--------------|
| Dec'11 | 645 | 651.25 | 637.5 | 638.5 | -5.5 |
| March'12 | 653.5 | 660 | 647.5 | 648.5 | -4.25 |
| May'12 | 658.5 | 665.5 | 653.25 | 654.25 | -4 |
| Jul'12 | 662.75 | 669.25 | 657.25 | 658.25 | -4 |
| Sep12 | 621.5 | 624.75 | 615.75 | 616.5 | -2.25 |

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