

Maize Market Fundamentals:

Mixed sentiments recorded in various maize markets on Saturday as markets could not find adequate cues to decide the prices either side.

- Decrease in arrivals of maize in Nizamabad market weighing on the maize prices today.
- However, arrivals have improved in Delhi market which pressurizes the maize prices.
- Aggressive buying has been witnessed from East Asian buyers for Indian corn in last few weeks. Com is offering at FOB \$255-\$258/tonne. It is noticeable that Indian corn is cheapest among all major players including US which are offering Com at FOB \$285-\$290 per tonne. Recent Indian harvesting help East Asian buyers to meet their com requirements, according to CME Group.
- Export demand of corn from Koppal market has been witnessed. 1 rake has moved for Kakinada from Koppal at FOR 1155 and 1 rake for Chennai port at FOR 1140 has been reported. Meanwhile 14% moisture content of corn has been witnessed in Koppal market.
- 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.
- 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 corn futures close little changed, pulling back from gains early in the session. Profit-taking and expectations for harvest to advance this weekend weighed on prices, analysts say. Brokerage firm Country Hedging predicts harvest will be almost 70% complete in USDA's weekly crop report Monday, up from 47% a week earlier. Yet, the losses could not wipe out gains from earlier this week. CBOT December corn ends down 1/4c at \$6.49 1/4/bushel, up 1.4% for the week.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags		
		22-10-2011	21-10-2011	Change	22-10-2011	21-10-2011	Change
Delhi	Hybrid	1080	1090	-10	1273	909	+364
Nizamabad	Bilty	1050	1040	+10	1000	4000	-3000
Davangere	Bilty	1070	1070	Unch	833	3333	-2500
Koppal	Bilty	1060	1060	Unch	8000	8000	Unch
Naugachia	Bilty	1050	1050	Unch	3333	3333	Unch
Kolkata	Mill	1260	1300	-40	5000	5000	Unch
Ahmedabad	Feed	1180	1160	+20	6000	3000	+3000
Ahmedabad	Starch	1160	1160	Unch			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close	Spread	Nov-11	Dec-11	Jan-12
Nov-11	3.50	1113.00	1118.50	1097.00	1111.00	Spot	-61	-72.5	-91
Dec-11	-6.00	1130.00	1137.00	1116.50	1122.50	Nov-11		11.5	30
Jan-12	-4.50	1145.50	1149.00	1140.00	1141.00	Dec-11			18.5

Contract	Volume	Change	OI	Change	Stocks	Demat	In-Process	Total	FED
						21.10.11	21.10.11	21.10.11	17.10.11
Nov-11	400	-840	9450	-50	Davangere	-	-	-	-
Dec-11	340	-90	4640	170	Delhi	12905	99	13004	9166
Jan-12	30	-200	990	20	Nizamabad	-	-	-	-

CBOT Corn Futures:
(Unit: Cents/bushel)
Maize CBOT Daily Futures Price Listing (21-10-2011)(Cents/bushel)

Contract Month	Open	High	Low	Close	Change
Dec'11	649	665.5	646.5	649.25	-0.25
March'12	658.75	675	657	660	0.75
May'12	664	679.75	663.75	665.5	1
Jul'12	668.25	682.75	667.75	670	1.25
Sep12	624.5	638	624.5	625.25	0.75

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