

Maize Market Fundamentals:

Most markets remained closed on the account of Deepavali festival. However, Delhi markets remained firm supported by firm millers demand and lower arrivals.

- Sources added that preparations for procurement of coarse cereals on support pricing during kharif season 2011-12 are at the last stage. The three-month procurement will commence from November 1 and end on January 31, 2012. A target has been fixed for procurement of a total of five lakh 65 thousand metric tonnes of coarse cereals like Jowar, Bajra and Maize.
- Demand from Poultry and Starch industries have been witnessed which range between Rs 10500 PMT to Rs 11000 PMT, sources.
- Aggressive buying has been witnessed from East Asian buyers for Indian corn in last few weeks. Corn is offering at FOB \$255-\$258/tonne. It is noticeable that Indian corn is cheapest among all major players including US which are offering Corn at FOB \$285-\$290 per tonne. Recent Indian harvesting help East Asian buyers to meet their corn 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 corn 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 Futures: December corn rose 1.75 cent to \$6.51 a bushel amid reports of U.S. corn harvest gathering pace. Markets were supported by strong demand from top soybeans importer China. On the other hand, U.S. corn harvest was 65 percent complete on 23rd October 2011 as the harvest gathered pace compared with 47% a week earlier. Corn crop ratings remained unchanged at 54 percent good to excellent. U.S. corn export inspections surged 39 percent last week to 29.4 million bushels, but were below the prior 4-week average of 30 million bushels.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags		
		25-10-2011	24-10-2011	Change	25-10-2011	24-10-2011	Change
Delhi	Hybrid	1100	1080	+20	1273	1273	Unch
Nizamabad	Bilty	Market Closed	Market Closed	-	Market Closed	Market Closed	-
Davangere	Bilty	Market Closed	1060	-	Market Closed	833	-
Koppal	Bilty	Market Closed	Market Closed	-	Market Closed	Market Closed	-
Naugachia	Bilty	Market Closed	1050	-	Market Closed	3333	-
Kolkata	Mill	Market Closed	1260	-	Market Closed	5000	-
Ahmedabad	Feed	Market Closed	1160	-	Market Closed	3000	-
Ahmedabad	Starch	Market Closed	1160	-			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Nov-11	24.5	1102.5	1134.0	1102.5	1126.0
Dec-11	21.5	1123.0	1144.0	1118.5	1144.0
Jan-12	6.0	1150.0	1151.0	1150.0	1151.0

Spread	Nov-11	Dec-11	Jan-12
Spot	-26.0	-44.0	-51.0
Nov-11	-	18.0	25.0
Dec-11		-	7.0

Contract	Volume	Change	OI	Change
Nov-11	1370	410	9650	260
Dec-11	560	250	4710	150
Jan-12	20	-10	1000	-

Stocks	Demat	In-Process	Total	FED
	24.10.11	24.10.11	24.10.11	24.10.11
Davangere	-	-	-	-
Delhi	12905	0	12905	11568
Nizamabad	0	101	0	-

CBOT Corn Futures: (Unit: Cents/bushel) as on 24th October 2011

Maize CBOT Daily Futures Price Listing (Cents/bushel)					
Contract Month	Open	High	Low	Close	Change
Dec'11	647.00	661.75	646.50	651.00	1.75
March'12	658.50	672.00	657.25	662.25	2.25
May'12	664.75	677.50	662.75	668.00	2.50
Jul'12	669.00	682.00	668.00	671.75	1.75
Sep12	625.50	635.50	625.25	627.50	2.25
Dec'12	602.00	613.00	601.50	605.50	2.25

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