

Maize Market Fundamentals:
Maize price remained steady in Nizamabad market on Friday owing to lackluster trade.

- Arrivals are increasing in markets like Nizamabad and Davengere market which kept the maize sentiments steady to weak. However, increasing export demand increase the maize prices in Koppal market.
- Ukraine produced 13.5 million tonnes of corn till 26th October, according to news sources.
- 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.
- 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: US corn futures ends higher supported by a weaker, stronger stocks and evaporating selling pressure. Corn futures for December delivery climbed 2.2 percent to \$6.515 a bushel. Corn futures also moved higher as European leaders agreed to boost the region's rescue fund in a bid to stem the debt crisis, bolstering prospects for commodity demand. The commodity also ended higher on speculation that U.S. production will be less than forecast earlier this month, because dry, cold weather damaged crops in September. USDA said in its report that farmers will harvest 12.433 billion bushels of corn this year, less than the 12.497 billion forecast in September and 0.1 percent smaller than last year's crop.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags		
		28-10-2011	27-10-2011	Change	28-10-2011	27-10-2011	Change
Delhi	Hybrid	Market Closed	Market Closed	-	Market Closed	Market Closed	-
Nizamabad	Bilty	1050	Market Closed	-	4000	Market Closed	-
Davangere	Bilty	1050	Market Closed	-	2000	Market Closed	-
Koppal	Bilty	1075	Market Closed	-	8000	Market Closed	-
Naugachia	Bilty	Market Closed	Market Closed	-	Market Closed	Market Closed	-
Kolkata	Mill	Market Closed	Market Closed	-	Market Closed	Market Closed	-
Ahmedabad	Feed	Market Closed	Market Closed	-	Market Closed	Market Closed	-
Ahmedabad	Starch	Market Closed	Market Closed	-	Market Closed	Market Closed	-

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close	Spread	Nov-11	Dec-11	Jan-12
Nov-11	5	1110	1111	1096	1108	Spot	-58	-80	-105
Dec-11	-1	1122	1135	1122	1130	Nov-11		22	47
Jan-12	10	1168	1168	1148	1155	Dec-11			25

Contract	Volume	Change	OI	Change	Stocks	Demat	In-Process	Total	FED
Nov-11	1120	-620	10320	220		27.10.11	27.10.11	27.10.11	24.10.11
Dec-11	850	320	5510	600	Davangere	-	-	-	-
Jan-12	660	540	1120	30	Delhi	11253	0	11253	11568
					Nizamabad	51	50	101	-

CBOT Corn Futures: (Unit: Cents/bushel) as on 27th October 2011

Maize CBOT Daily Futures Price Listing (Cents/bushel)					
Contract Month	Open	High	Low	Close	Change
Dec'11	637.75	657.5	637.75	651.5	14.25
March'12	650.25	669.25	650	663.5	14
May'12	656	674.75	656	668.75	13.5
Jul'12	659.5	677.75	659.25	671.75	13
Sep12	618.25	635	618.25	632.25	14

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