

Maize Market Fundamentals:

Mixed sentiments recorded in various maize spot markets on Monday as markets couldn't find adequate cues to decide the prices either side.

- Increase in arrivals in Delhi market put pressure on maize prices on Monday.
- Area has increased in AP for Maize in 2011-12 by 0.51 lac hectares compared to previous year. However, drought during sept and oct month in AP is likely to put impact on yield.
- World com production prospects improved during October. Good maize crop scenario by leading growers helps com production to take at 855 million tonnes in 2011-12 which is 3.5% up from previous year.
- 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. 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.
- 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.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags		
		31-10-2011	29-10-2011	Change	31-10-2011	29-10-2011	Change
Delhi	Hybrid	1050	1070	-20	909	727	+182
Nizamabad	Bilty	1040	1040	Unch	4000	2000	+2000
Davangere	Bilty	1070	1060	+10	1667	1667	Unch
Koppal	Bilty	1070	1070	Unch	10000	10000	Unch
Naugachia	Bilty	Market Closed	Market Closed	-	Market Closed	Market Closed	-
Kolkata	Mill	1275	Market Closed	-	5000	Market Closed	-
Ahmedabad	Feed	1150	1140	+10	4000	3000	+1000
Ahmedabad	Starch	1160	1160	Unch			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Nov-11	-16	1103	1106	1086.5	1088.5
Dec-11	-21	1128	1128	1105	1105
Jan-12	-9.50	1155	1155	1135	1138

Spread	Nov-11	Dec-11	Jan-12
Spot	-48.5	-65	-98
Nov-11		16.5	49.5
Dec-11			33

Contract	Volume	Change	OI	Change
Nov-11	2330	2040	10840	430
Dec-11	800	660	6060	460
Jan-12	300	300	1330	200

Stocks	Demat	In-Process	Total	FED
	29.10.11	29.10.11	29.10.11	24.10.11
Davangere	-	-	-	-
Delhi	9959	0	9959	11568
Nizamabad	51	50	101	-

**CBOT Corn Futures: (Unit: Cents/bushel)**

Maize CBOT Daily Futures Price Listing (Cents/bushel)					
Contract Month	Open	High	Low	Close	Change
Dec'11					Closed
March'12					Closed
May'12					Closed
Jul'12					Closed
Sep12					Closed

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