

Maize Market Fundamentals:

Steady to firm sentiments witnessed in various maize spot markets on Tuesday. Decrease in arrivals and good demand from poultry/starch industries kept the maize prices higher.

- Around 75% crop has been harvested in AP till date. Rest of the crop is likely to harvest till Nov-mid.
- Break bulk shippers like Louis Dreyfus (LD) are buying high moisture cargo (16-17% moisture) to fulfill their contracts for Chennai.
- 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.
- 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: We expect maize prices to remain range bound with slight weakness on increasing new crop arrivals and prices are expected to decline by Rs 10-15 per quintal from the prevailing prices in benchmark market Nizamabad (AP).

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags		
		01-11-2011	31-10-2011	Change	01-11-2011	31-10-2011	Change
Delhi	Hybrid	1080	1050	+30	909	909	Unch
Nizamabad	Bilty	1040	1040	Unch	4000	4000	Unch
Davangere	Bilty	1070	1070	Unch	3333	1667	+1666
Koppal	Bilty	1075	1070	+5	6000	10000	-4000
Naugachia	Bilty	Market Closed	Market Closed	-	Market Closed	Market Closed	-
Kolkata	Mill	Market Closed	1275	-	Market Closed	5000	-
Ahmedabad	Feed	1160	1150	+10	3000	4000	-1000
Ahmedabad	Starch	1160	1160	Unch			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Nov-11	1.5	1087.5	1097	1087	1091
Dec-11	3	1110	1115	1107.5	1113
Jan-12	3.5	1137	1142	1137	1141

Spread	Nov-11	Dec-11	Jan-12
Spot	-51	-73	-101
Nov-11		22	50
Dec-11			28

Contract	Volume	Change	OI	Change
Nov-11	1390	-940	10600	-240
Dec-11	230	-570	6040	-20
Jan-12	80	-220	1320	-10

Stocks	Demat	In-Process	Total	FED
	31.10.11	31.10.11	31.10.11	24.10.11
Davangere	-	-	-	-
Delhi	9929	0	9929	11568
Nizamabad	51	49	100	-

CBOT Corn Futures: (Unit: Cents/bushel) as on 31th October 2011

Maize CBOT Daily Futures Price Listing (Cents/bushel)					
Contract Month	Open	High	Low	Close	Change
Dec'11	653.75	655.75	638	647	-8
March'12	665	667.25	649.75	659	-8
May'12	671.25	673.5	656	665	-8.25
Jul'12	675.75	677.25	660	669	-8.25
Sep12	635	635	620.75	626	-8.5

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