

Maize Market Fundamentals:

- **Steady to firm sentiments witnessed in key maize markets on Tuesday**
- **Dry cargo has started emerging from Tamil nadu** which might pressurize the prices of maize further. Also, expected arrivals of corn within 10-15 days will pressurize the prices of maize.
- **Meanwhile, weak export as well as domestic demand of maize** has been witnessed due to depleting prices of wheat compared to maize resulting in major shift in demand of maize for feed industry. In addition to it, appreciation of Rupee decrease the export parity of maize compared to other major exporting countries of maize which are the major influencing factors
- **More than 150 rakes of maize have been moved out from Karnataka market** in this season till date. Out of which 45 rakes of maize has been transported in this season till date from Haveri (Karnataka) region and 34 rakes from Davangere. Also, 30 rakes have been moved from Ranebennuru center (Karnataka) this season till date. It is also reported that around 36 rakes of maize have been moved from Koppal to various consumption centers and ports till date in this season. Also, 2 rakes has been moved from Shimoga market as reported in this season till date

International Market Commentary:

US corn futures ended mixed amid tight near-term supplies but an absence of fresh supportive news. Prices declined in early trade on outside market pressure, but rebounded as tight near-term supplies in the US and the prospect of reduced exports from Argentina and the Black Sea region continue to underpin prices. Despite rallying sharply the past couple weeks, corn prices remain more than a dime below pre-USDA-report levels. CBOT March corn ends down 1/4c to \$6.44 1/4 per bushel.

Outlook:

Maize prices are continuously moving downwards and buyers are not showing buying interest in the falling market as they are expecting further price decline in maize. In addition to it, need based buying have witnessed from Poultry and Starch industries. Also, appreciation of Rupee hits profit margins of maize exporters and keeps the exporters out of the export market. Considering expected arrivals of maize stock in 10-15 days from AP, and lesser export demand, we expect prices of maize will fall in the coming days.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags		
		7-2-2012	6-2-2012	Change	7-2-2012	6-2-2012	Change
Delhi	Hybrid	1275	1260	+15	545	545	Unch
Nizamabad	Bilty	1180	Market closed	-	10	Market closed	-
Davangere	Bilty	1150	1140	+10	1333	6667	-5334
Koppal	Bilty	1170	1180	-10	-	1000	-
Ahmedabad	Feed	1300	1290	+10	-	-	-
Ahmedabad	Starch	1350	1350	Unch	-	-	-

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close	Spread	Feb-12	Mar-12	Apr-12
Feb-12	7	1182.5	1208	1181	1197	Spot	-17		
Mar-12	5	1215	1238	1215	1229	Jan-12		32	60
Apr-12	4	1255	1260	1252	1257	Feb-12			28

Contract	Volume	Change	OI	Change	Stocks	Demat 06.02.12	In-Process 06.02.12	Total 06.02.12	FED 30.01.12
Feb-12	2450	-640	12920	300	Davangere	1252	0	1252	1252
Mar-12	950	-540	7270	150	Delhi	1021	0	1021	1021
Apr-12	130	-790	1770	60	Nizamabad	8115	133	8248	8115

CBOT Corn Daily Futures Price Listing (USD/MT) on 6th Feb 2012

Contract Month	Open	High	Low	Close	Change
Mar-12	252.30	255.25	251.61	253.58	-0.25
May-12	254.76	257.61	254.17	256.33	0.20
Jul-12	256.43	259.48	255.94	258.30	0.75
Sep-12	236.46	238.23	235.67	238.23	0.20
Dec-12	226.91	229.17	226.71	228.78	-0.10

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