

Maize Domestic Market Fundamentals:

- Mixed sentiments witnessed in major spot markets of Maize on Friday.
- In Shimoga region of Karnataka, new crop arrivals have started, around 50 tons crop is arriving on daily basis which contain 18% moisture level and trading at Rs. 1350 per quintal. However, in Belgaum and Hubli region of Karnataka, maize new crop arrivals would arrive after 15 days.
- In Renebennur region of Karnataka, 100 ton crop is arriving on daily basis and contains 18-20% moisture level.
- In A.P., maize new crop contains 16% moisture level. Sources revealed that arrivals may increase in around 10 days and may put pressure on the prices.

International Market Scenario:

- Corn prices decreased by \$3.35 per ton yesterday and settled at \$281.92 for December contract in CBOT markets.
- South Korea's Feed Leaders Committee (FLC) bought 69,000 tons of optional origin corn from Cargill Inc via a private deal at \$300.90 per ton on a cost and freight basis. The product will arrive to the ports of Incheon and Kunsan between late February and early March.
- The Korea Feed Association (KFA) bought 55,000 tons of U.S. and South American corn from Key Trade via a private deal at \$301.80 per ton on a cost and freight basis and the price excludes extra \$1.5 per ton of two port delivery charges. The product will arrive to the ports of Busan and/or Ulsan by March 5, 2013.
- Hog producer Prestage Farms Inc and two other livestock companies in North Carolina signed deals to import 750,000 metric tons (826733.48 tons) of corn from Brazil due to higher U.S. prices.
- South Korea's Major Feedmill Group (MFG) bought a combined 197,500 tons of South American corn via tender and private deals on CFR per ton basis, 62,500 tons from Peter Cremer at \$301.43, 70,000 tons from Concordia at \$302.93, and 65,000 tons from STX Corp at \$304.5 CFR per ton basis. The product will arrive to the port between mid Feb to first week of March.

Outlook: Weak international market pressurizes the maize prices. Keeping in view that late recovery of rains in the corn producing belts may help to increase the crop yield but not completely offset the damage. We expect maize prices to trade firm in the near term.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags		
		28.9.2012	27.9.2012	Change	28.9.2012	27.9.2012	Change
Delhi	Hybrid	1280	1280	Unch	909	909	Unch
Nizamabad	Bilty	1430	1430	Unch	1000	1500	-500
Davangere	Bilty	1400	1350	50	667	1667	-1000
Naugachia	Bilty	1250	1275	-25	3333	1667	1666
Kolkata	Mill	1400	1400	Unch	3333	3333	Unch
Ahmedabad	Feed	1440	1450	-10	3000	10000	-7000
	Starch	1420	1425	-5			

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close	Spread	Sept-12	Oct-12	Nov-12
Oct-12	-15.00	1361.00	1372.00	1351.00	1352.00	Spot	78	-	-
Nov-12	-10.00	1259.00	1265.00	1247.00	1249.00	Oct-12		-103	-70
Dec-12	-7.00	1290.00	1295.00	1282.00	1282.00	Nov-12			33

Contract	Volume	Change	OI	Change	Stocks	Demat	In-Process	Total	FED
						27.9.12	27.9.12	27.9.12	14.9.12
Oct-12	12190	2970	39940	-410	Davangere	119	0	119	119
Nov-12	11660	3740	67380	-2800	Nizamabad	201	0	201	201
Dec-12	2980	230	18150	1310	Delhi	31389	0	31389	31389

CBOT Corn Daily Futures Price Listing (USD/MT) as on 27th Sep 2012

Dec-12	285.36	286.05	280.05	281.92	-3.35
Mar-13	286.93	287.33	281.42	283.20	-3.54
May-13	286.15	286.64	280.24	282.21	-3.84
Jul-13	284.18	284.38	278.08	279.85	-4.13
Sep-13	253.87	254.46	248.16	248.85	-4.82

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