

Maize Domestic Market Fundamentals:

- Mixed sentiments witnessed in major spot markets of Maize on Wednesday.
- In Nizamabad region of Andhra Pradesh, weather conditions are favorable for harvesting and there are chances of increase in arrivals in the coming days.
- Sluggish demand from poultry and starch was reported from the Ahmadabad region of Gujarat as they have around 20 days maize stock. However, Punjab poultry farms have shifted demand towards bajra from maize.
- In Andhra Pradesh, farmers has sown maize in 5.36 lac hectares till 3rd October 2012 which is 0.9% higher as compared to last year and also higher from normal sown area as on date ~4.99 lac hectares. Around 107% sowing has completed in AP till date. Maize new crop arrivals contain 16% moisture level.

International Market Scenario:

- Corn prices reported steady yesterday and settled at \$292.05 for December contract in CBOT markets.
- South Korea's Feed Leaders Committee (FLC) bought 70,000 tons corn via tender at \$314.30 C&F per ton from CJ. The product will arrive to the Incheon, Kunsan port at April 1, 2013.
- As per USDA sowing progress report, 97% corn crop was reported in maturity stage till date, higher by 3% from last year but lower by 13% from 5 year avg. 69% corn crop has harvested, higher by 15% from last year during the same period but lower by 41% from 5 year avg.
- China to issue low-tariff import quotas for up to 7.2 million tons of corn for 2013. Government firms will have 60% of the quotas. As per the U.S. Grains Council, China is likely to import corn this season to rebuild reserves if prices are attractive.
- Mexico is trying to import corn from Argentina due to lower FOB quotes compared to other exporting nations like US and Brazil. It is notable that Mexico has approved grain imports from Brazil last month as reported. As per the national statistics agency, Mexico imports totaled 7.82 million tons corn last year, almost all of which came from the U.S.

Outlook: Corn prices traded firm on the expectation of yield cut in the USDA report due on Thursday. We expect corn prices to trade firm in the near term.

Spot Prices at Key Markets:

Market	Grade	Prices (Rs./qtl)			Arrivals in bags		
		10/10/2012	10/9/2012	Change	10/10/2012	10/9/2012	Change
Delhi	Hybrid	1290	1290	Unch	1273	1273	Unch
Nizamabad	Bilty	1410	1420	-10	3000	4000	-1000
Davangere	Bilty	1410	1400	+10	3333	833	+2500
Naugachia	Bilty	-	-	-	-	-	-
Kolkata	Mill	-	-	-	-	-	-
Ahmedabad	Feed	1470	1475	-5	3000	3000	Unch
	Starch	1425	1440	-15	-	-	-

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close	Spread	Oct-12	Nov-12	Dec-12
Oct-12	-32.00	1430.00	1430.00	1395.00	1395.00	Spot	15	-	-
Nov-12	-23.00	1320.00	1322.00	1291.00	1299.00	Nov-12		-96	-65
Dec-12	-20.00	1347.00	1351.00	1323.00	1330.00	Dec-12			31

Contract	Volume	Change	OI	Change	Stocks	Demat	In-Process	Total	FED
						9.10.12	9.10.12	9.10.12	8.10.12
Oct-12	910	-2490	8740	-660	Davangere	99	0	99	99
Nov-12	21260	8320	58730	-1680	Nizamabad	201	0	201	201
Dec-12	6940	-4280	24250	720	Delhi	31388	0	31388	31388

CBOT Corn Daily Futures Price Listing (USD/MT) as on 9th October 2012

Dec-12	291.95	294.61	291.36	292.05	-
Mar-13	291.95	294.61	291.36	292.15	0.10
May-13	289.89	292.35	289.30	289.89	0.10
Jul-13	287.43	289.89	286.54	287.43	0.10
Sep-13	257.41	259.28	257.41	258.20	0.69

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