

EXECUTIVE SUMMARY

Steady to firm sentiments witnessed in most of the major spot markets of maize as demand for maize was reported high from feed makers. Meanwhile, lower than expected supply with the support of starch and food demand kept maize prices at the upper side.

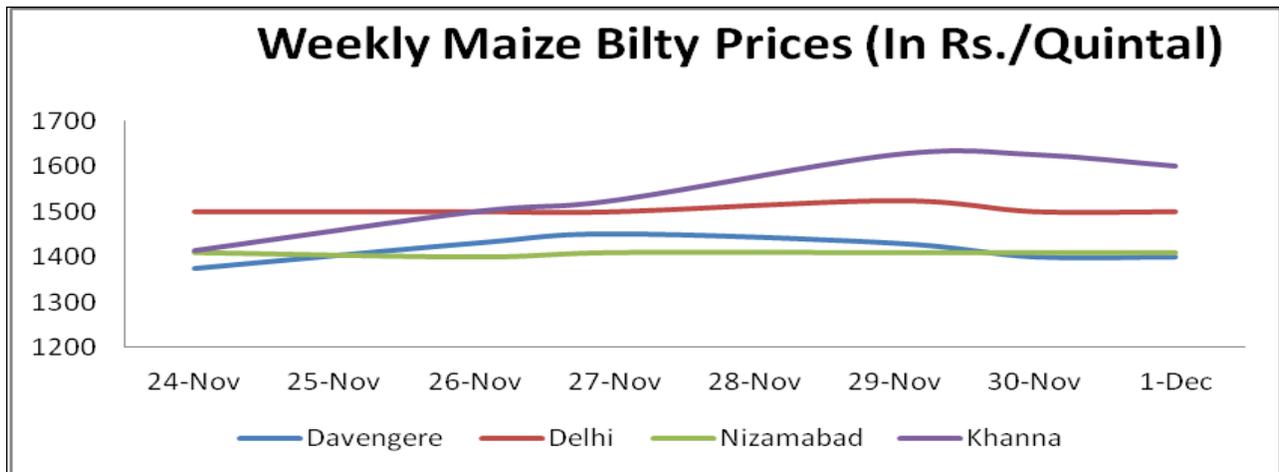
Koppal wagon bilty rate quoted at 1400-1410 per quintal. Meanwhile, 1 rake each has been moved towards Chennai and Mangalore port.

According to news sources, the 2012/13 summer-sown maize output is likely to be at 14.89 million tons, down from 16.22 million tons in the last year, is also supporting the maize prices.

On daily basis around 1000-2000 tons of maize is moving towards Pipavav port of Gujarat at Rs.1525 per quintal sourced from the Ahmadabad region of Gujarat. Maize is also moving towards Kolkata at around Rs.1550 per quintal from Bihar. Meanwhile, around 400 tons is moving towards Bangalore at Rs 1480 per quintal sourced from Koppal.

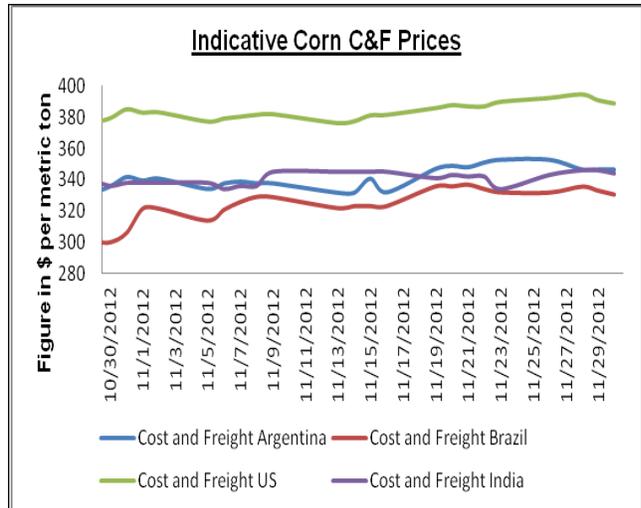
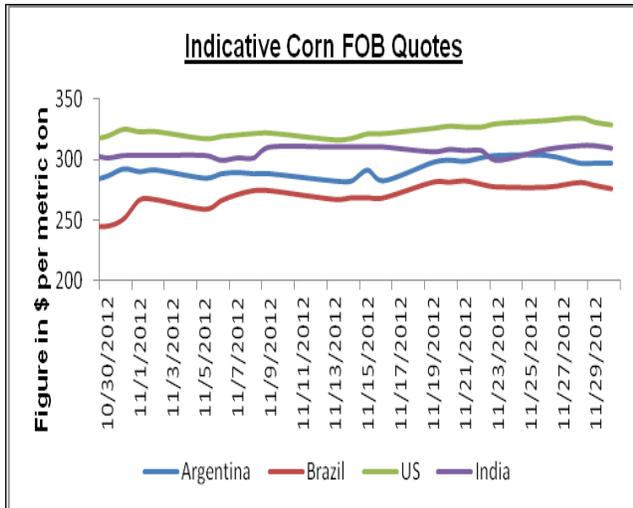
Ahmadabad feed millers of Gujarat region are purchasing maize from Maharashtra region at around Rs. 1500 per quintal.

Maize prices are hovering at around Rs 1461 per quintal on an average on pan India basis, higher by 28 per quintal from the previous week.



ON THE EXPORT FRONT:

Indian C&F Maize prices (~\$344) increased by \$10.00 per ton during the week compared to the last week. Meanwhile, Indian maize exporters are getting parity compared to US Maize C&F prices (~\$388.85), Argentina Maize C&F prices (~\$346.75) and getting stiff competition from Brazil C&F (~\$330.72).



Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 54.52)				
	Argentina	Brazil	US	India (Davengere Origin)
FOB	296.75	275.72	328.85	309.00
Incl Cost and Freight (C&F)	346.75	330.72	388.85	344.00

On the export front, no major activities reported during the week due to higher corn prices.

CURRENT MARKET DYNAMICS:

Maize prices traded steady to firm during the week. Here are the various key spot markets dynamics below:

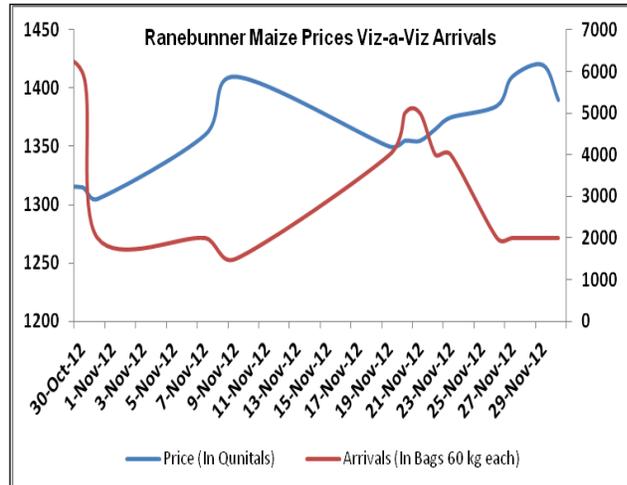
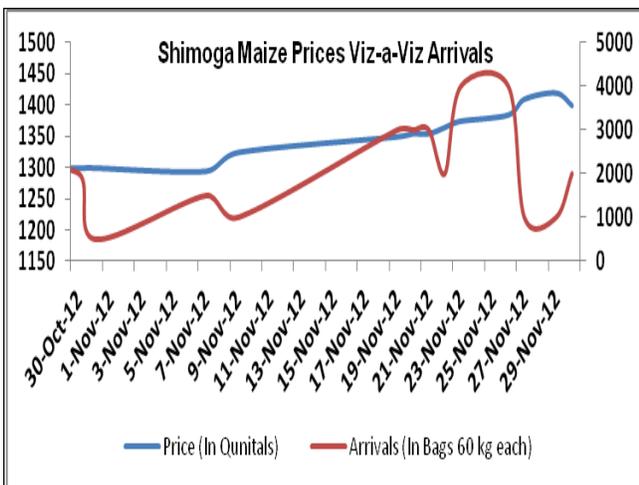
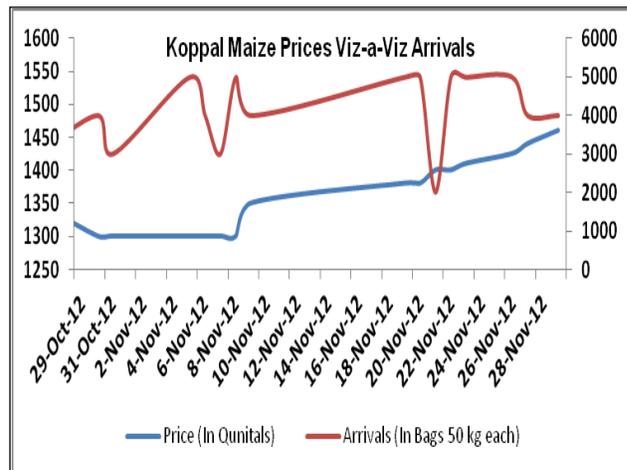
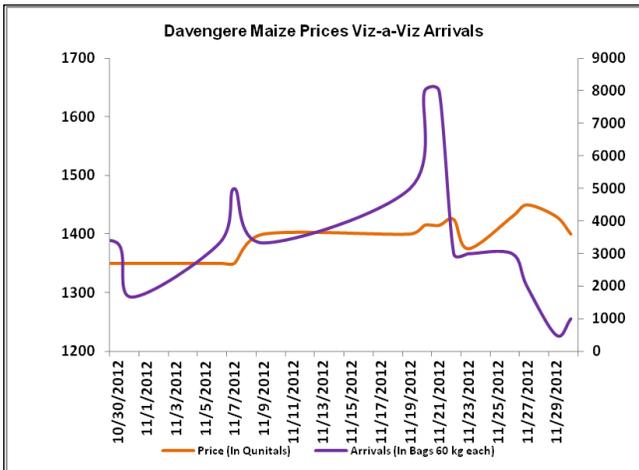
Andhra Pradesh: In Nizamabad region of A.P., maize spot market were trading firm due to higher poultry demand with the limited supply. It is notable that around 1000-2000 bags of maize is arriving daily in the market at present which was around 4000-5000 bags last year same period.

Sowing Update: Farmers have sown maize in 1.00 lac hectares till date which is below from the the last year and normal sown area.

	2012	2011	Normal (as on date)	Normal (Season)
Area Sown (In Lac hectares)	1.00	1.01	1.07	3.08

Note: Sowing Figures as on 28th November 2012

Karnataka: In Karnataka, maize spot markets were trading higher during the week due to the higher demand. Koppal wagon bilty rate quoted at 1400-1410 per quintal. Meanwhile, 1 rake each has been moved towards Chennai and Mangalore port. Sources revealed that around 400 tons is moving on daily basis towards Bangalore at Rs 1480 per quintal sourced from Karnataka.



Bihar: Demand for maize from the Kolkata feed millers reported higher during the week at around Rs. 1550 per quintal.

Delhi: In Delhi market, maize prices were trading firm due to lower supply and higher demand.

BUSINESS FROM VARIOUS SOURCING CENTERS DURING THE SEASON TILL DATE:

Destination	By Road (Rs/MT)	By Rake (Rs/MT)	FOB in USD /Tonne
Delhi	15000 (UP origin)		
Bangalore	14800 (Karnataka Origin)		
Gujarat	15000 (Maharashtra Origin)		
Kolkata	15500 (Bihar region)		

MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

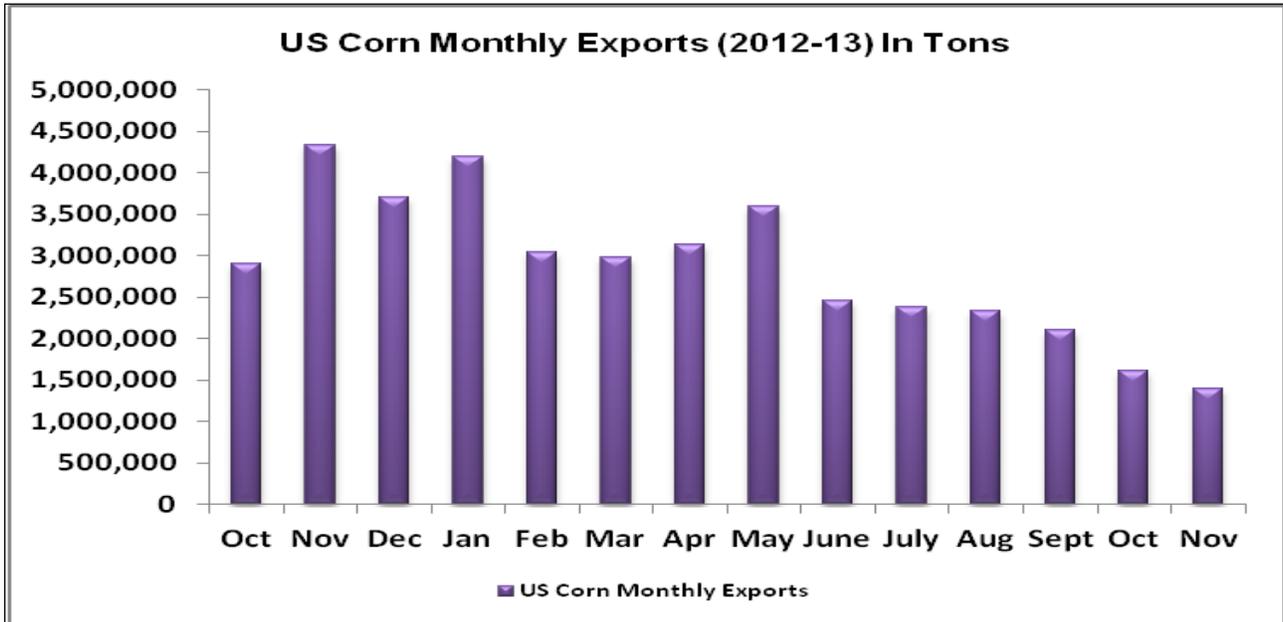
Market	Grade	30 Nov,2012	Week Ago	Month Ago	2 Month Ago	Year Ago
Delhi	Hybrid	1500	1500	1380	1280	1100
Davangere	Bilty	1400	1325	1350	1400	1100
Naugachia	Bilty	-	-	-	1275	-
Nizamabad	Bilty	1410	1410	1270	Closed	1050
Ahmedabad	Feed	1480	1480	1330	1450	1125
	Starch	1550	1500	1380	1425	1150

DOMESTIC MAIZE OUTLOOK:

Lower than expected supply amid higher feed maker demand could keep maize prices firm in the weeks ahead.

INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS:

As per USDA, During the week, U.S. corn exports decreased by 7 percent to 368800 MT from the last week but increased 5 percent for the prior 4-week average. U.S. corn export figures of 5106670 metric tons for the 2012-13 marketing year is lowered by ~43% from the last marketing year during the same period due to higher corn prices. Out of total weekly exports of 368800 MT reported by U.S. to Japan (152,400 MT), Saudi Arabia (68,200 MT), Mexico (59,000 MT), China (58,000 MT), Jamaica (12,100 MT), and Venezuela (10,000 MT).



Some Other major International Corn Highlights during the week are:

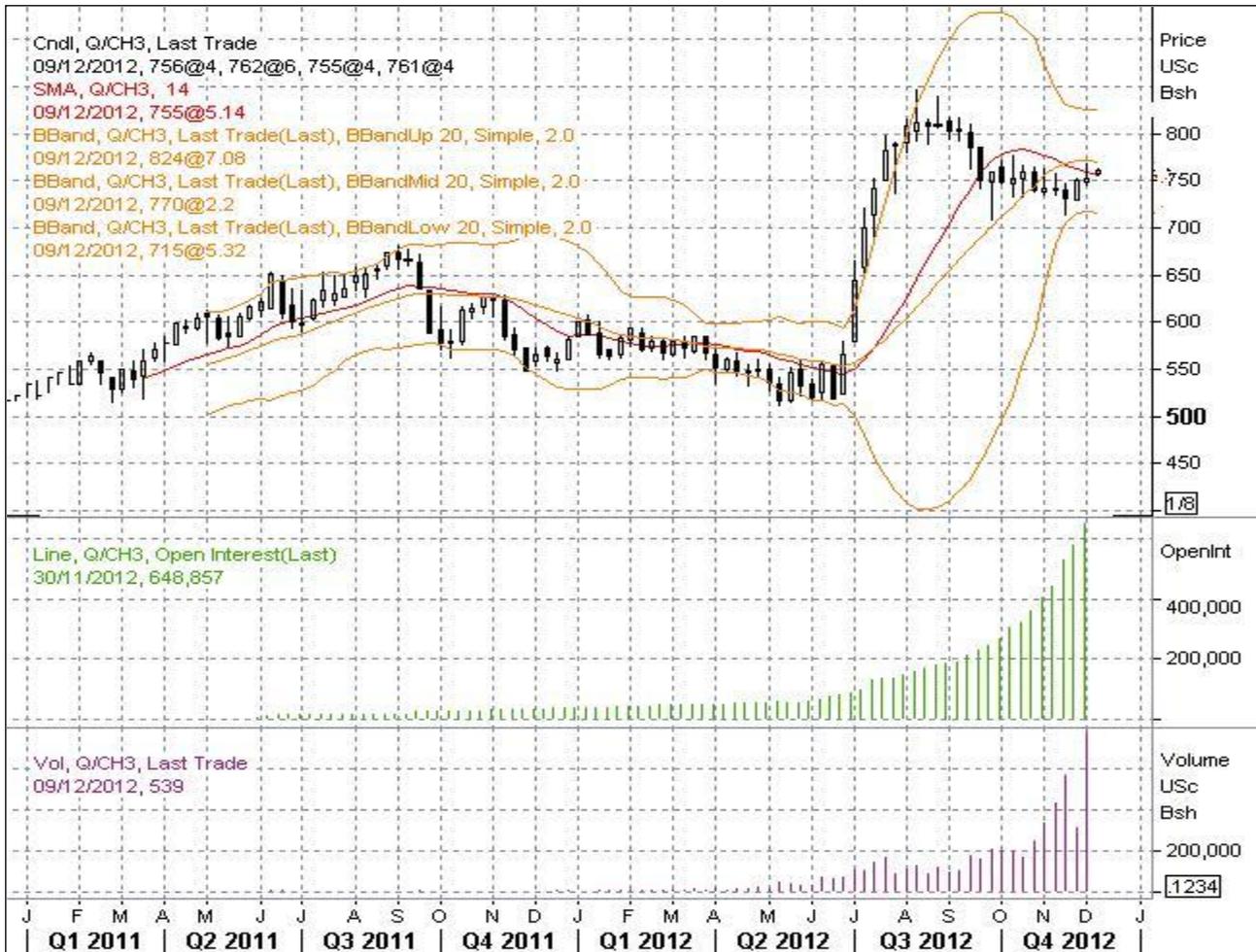
- As per the latest IGC report, the 2012-13 world corn production figures is estimated to be at 830 million tons, unchanged from the Oct 2012 estimate. The northern hemisphere harvest is almost complete with sharp y/y declines in the US, Ukraine and EU. However, output in the southern hemisphere is still expected to be high. Tight stock situation is expected in 2012-13, especially in the four major exporters, where carryovers may fall to a 16-year low.
- Reuters expects Brazil's corn production for 2012-13 crop years at 70 million tons, down 4.1 per cent from last season's figure of 73 million tons as farmers have favored soybean planting this season.
- Due to excessive rainfall in the months of August and September, corn harvesting is expected to be delayed in Argentina. Argentina is also likely to witness a lower than forecasted corn harvest this season by 20 per cent.
- As per Proagro analyst, Ukraine is likely to limit maize exports next spring due to limited stocks and high demands combined with wheat export curbs.

INTERNATIONAL MAIZE OUTLOOK:

Concern over lower expected harvesting in Argentina could support U.S. corn prices.

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	29/11/2012	22/11/2012	Change
Corn CBOT Prices	Dec-12	295.79	291.66	4.13
	Mar-13	298.64	293.33	5.31
	May-13	298.35	292.05	6.3
	Jul-13	295.10	288.02	7.08

CBOT CORN FUTURES OUTLOOK:



(CBOT Corn Chart: Mar Contract)

- Candlestick chart pattern reveals range bound movement in the market.
- However, Prices closed above SMA line indicates to bullishness in the market.
- Strategy: **Markets participants should buy Corn CBOT at lower level i.e.757 cents/bushels and the target would be 771 cents/bushels for next week.**

FUTURES MARKET ANALYSIS: NCDEX MAIZE:



(January Contract Weekly Chart)

- Candlestick formation reveals that prices could take correction in the market.
- RSI is moving down in neutral zone.
- **Strategy:** Buy on dips.

Maize NCDEX (January)

Support & Resistance				
S2	S1	PCP	R1	R2
1371	1407	1432	1486	1558

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