

EXECUTIVE SUMMARY

During the week, steady to slightly weak sentiments witnessed in most of the major spot markets of maize.

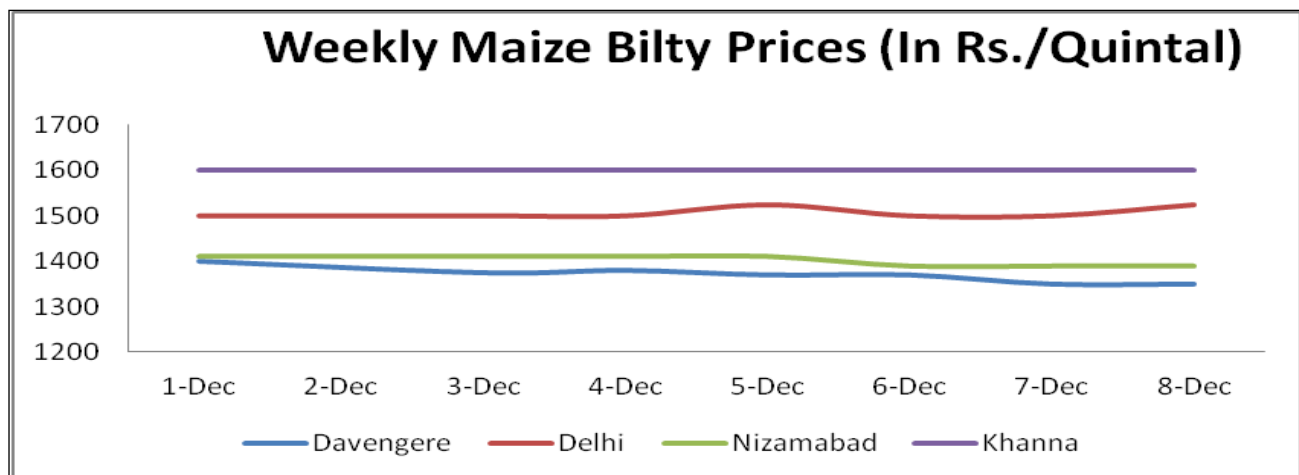
Maize is moving towards Hyderabad at around Rs. 1430 per quintal sourced from Nizamabad region of A.P. Sources revealed that maize prices could trade in a range due to limited supply and demand in the market.

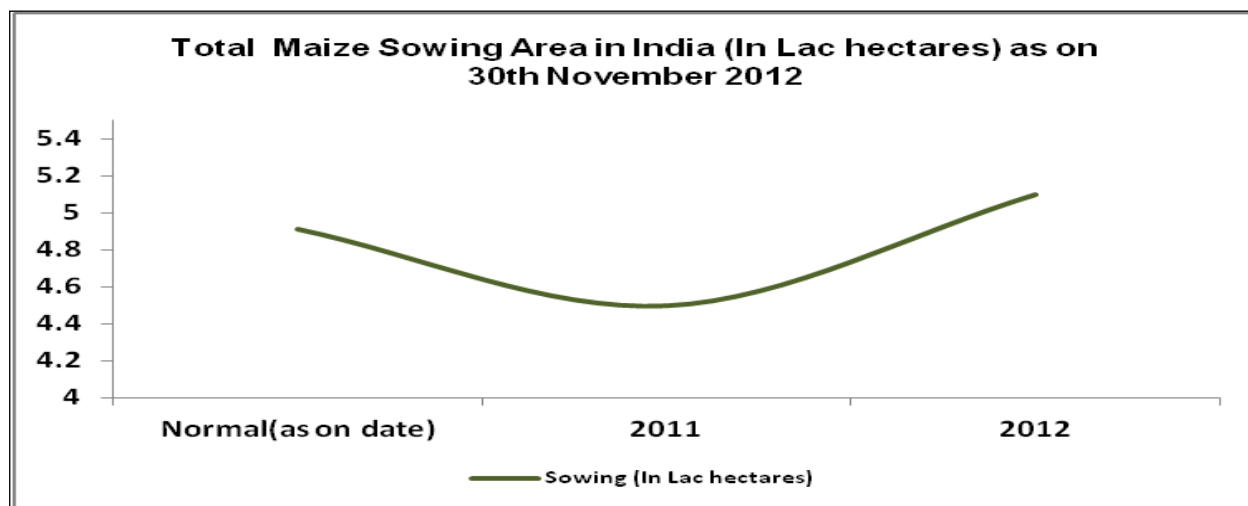
Around 1000-2000 tons, on daily basis, maize is moving towards Pipavav port of Gujarat at Rs.1525 per quintal sourced from the Ahmadabad region of Gujarat. Maize is moving towards Kolkata at around Rs.1525 per quintal from Bihar.

During the week, Koppal wagon bilty rate quoted at around Rs. 1375-1410 per quintal. Sources revealed that 1 rake each has been moved towards Chennai and Mangalore port on daily basis.

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 1293 per quintal on an average on pan India basis, decreased by 18 per quintal from the previous week.

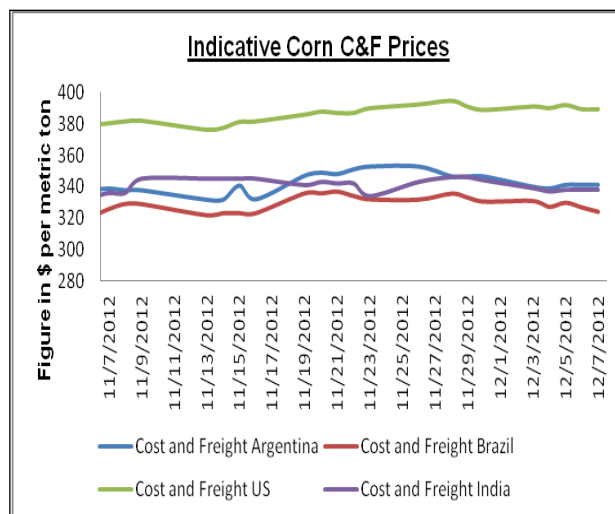
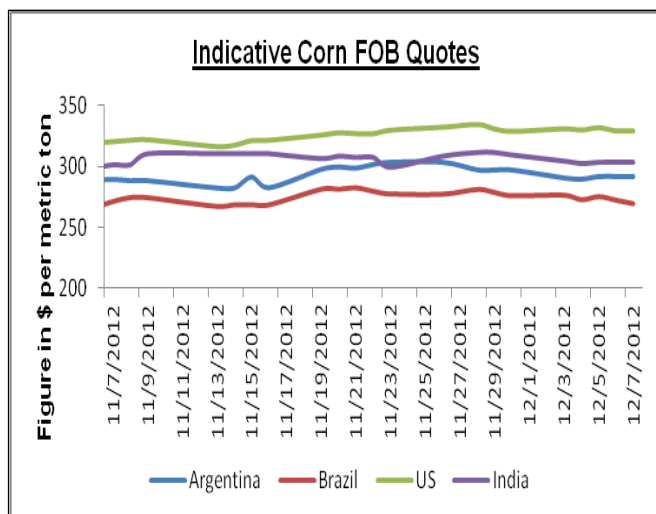


RABI SOWING UPDATE:
India

STATE WISE RABI SOWING

<u>State</u>	<u>Normal Area</u>	<u>Average Area (As on Date)</u>	<u>Area Covered (2012-13)</u>	<u>Area Covered (2011-12)</u>	<u>Absolute Change</u>	<u>Y-O-Y (% Change)</u>
Andhra Pradesh	2.792	1.28	1.22	1.34	-0.12	-8.95%
Bihar	3.277	0.796	0.56	0.63	-0.07	-11.11%
Chhattisgarh	-	-	0.01	-	-	-
Guajrat	0.813	0.165	0.22	-	-	-
Jharkhand	0.121	0.026	0.02	0.02	-	-
Karnataka	1.216	0.768	0.85	0.77	0.08	10.39%
Maharashtra	1.184	0.602	1.049	0.781	0.268	34.31%
Orissa	0.028	0.012	0.005	0.023	-0.018	-78.26%
Tamil Nadu	0.811	1.201	0.824	0.842	-0.018	-2.14%
Uttar Pradesh	0.192	0.218	0.242	0.16	0.082	51.25%
West Bengal	0.52	0.13	0.18	0.19	-0.01	-5.26%
Others	0.34	0.053	0.138	0.071	0.067	94.37%
All-India	11.355	4.911	5.098	4.497	0.601	13.36%

ON THE EXPORT FRONT:

Indian C&F Maize prices (~\$338) decreased by \$6.00 per ton during the week compared to the last week. Meanwhile, Indian maize exporters are getting parity compared to US Maize C&F prices (~\$389.3) and Argentina Maize C&F prices (~\$341.44) and getting stiff competition from Brazil C&F (~\$324.2).



Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 54.2)				
	Argentina	Brazil	US	India (Davengere Origin)
FOB	291.44	269.2	329.3	303.00
Incl Cost and Freight (C&F)	341.44	324.2	389.3	338.00

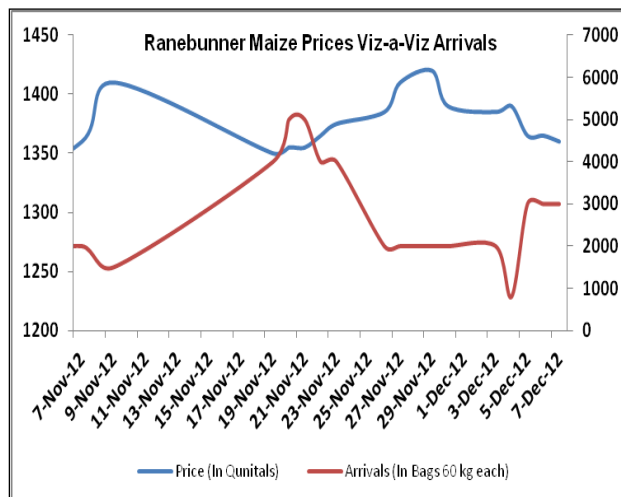
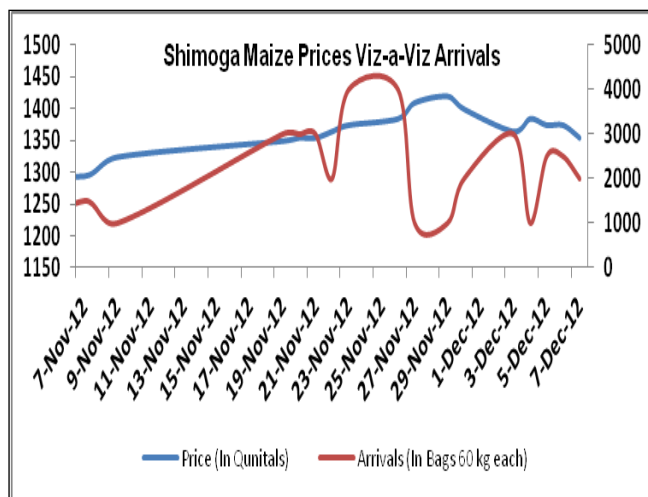
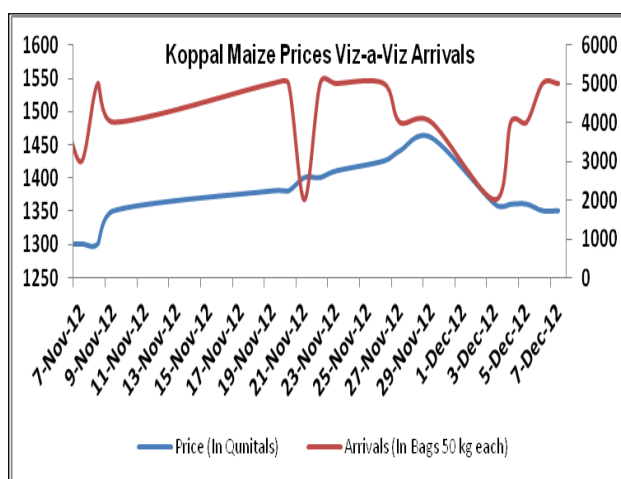
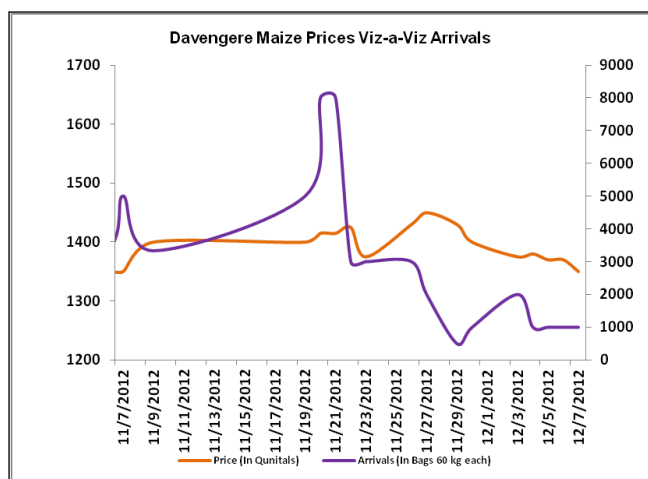
On the export front, in the current marketing year (Oct12-Sep13), total maize exports reported around 0.406 million tons during the October- November month. Sources revealed that demand for Indian origin maize in the international market is weak as the traditional maize importers from India are still awaiting arrivals with moisture content between 12-13%. As per reports, moisture content still remains in the range of 14-15%.

CURRENT MARKET DYNAMICS:

Maize prices traded steady to slightly weak 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 steady due to limited supply and demand in the market. Maize is moving towards Hyderabad at around Rs. 1430 per quintal sourced from Nizamabad region of A.P.

Karnataka: In Karnataka, maize spot markets were trading higher during the week due to the higher demand. During the week, Koppal wagon bilty rate quoted at around Rs. 1375-1410 per quintal. Sources revealed that 1 rake each has been moved towards Chennai and Mangalore port on daily basis.



Bihar: Demand for maize from the Kolkata feed millers reported higher during the week at around Rs. 1525 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	15250 (UP origin)		
Bangalore	14800 (Karnataka Origin)		
Gujarat	15000 (Maharashtra Origion)		
Hyderabad	14300 (A.P. region)		
Chennai		14100 (Karnataka region)	
Mangalore		14100 (Karnataka region)	
Kolkata	15250 (Bihar region)		

MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

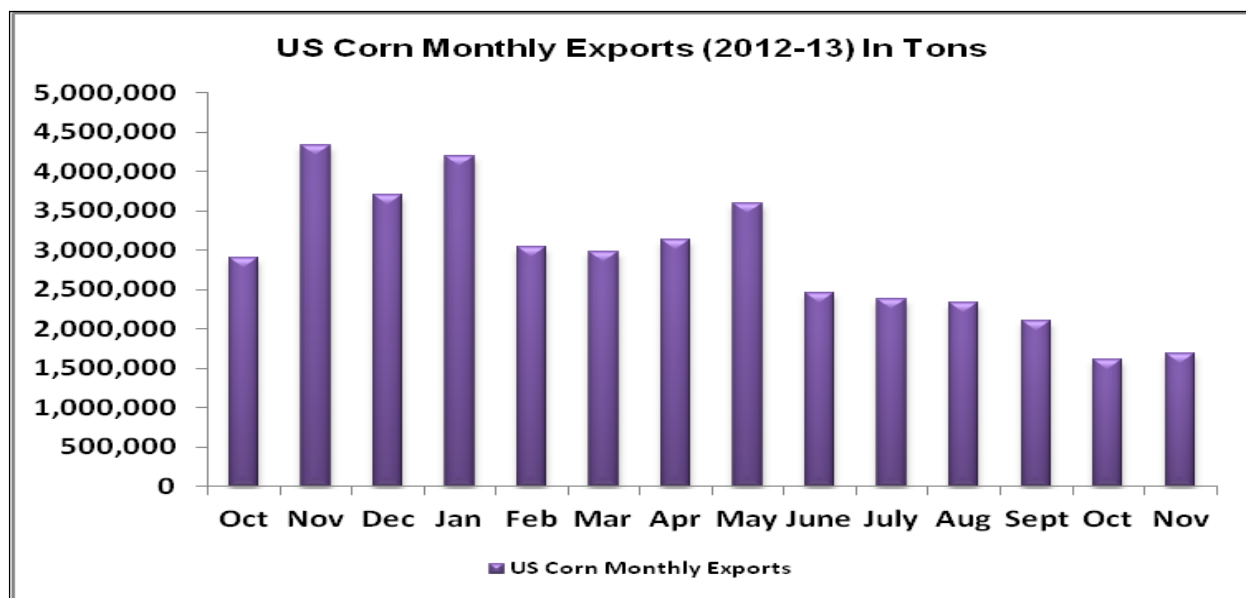
Market	Grade	07 Dec ,2012	Week Ago	Month Ago	2 Month Ago	Year Ago
Delhi	Hybrid	1500	1500	1400	1285	-
Davangere	Bilty	1350	1400	1350	1425	1100
Naugachia	Bilty	-	-	-	-	-
Nizamabad	Bilty	1410	1410	1280	1435	1080
Ahmedabad	Feed	1475	1480	1350	1450	1125
	Starch	1540	1550	1380	1440	1160

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, U.S. corn export figures reached to 5399449 metric tons for the 2012-13 marketing year which is lowered by ~46% from the last marketing year during the same period. Out of total weekly exports of 292800 MT reported by U.S. to China (109,000 MT), Japan (49,600 MT), Mexico (47,200 MT), Venezuela (33,000 MT), Cuba (25,000 MT), and Guatemala (19,000 MT).



Some Other major International Corn Highlights during the week are:

- As per European Traders, Maize Industry Procurement Association (MIPA) of Taiwan purchased 60,000 tons of corn sourced from Brazil.
- Informa Economics has reduced its Argentina corn crop production for 2012-13 by 1 million tons to 27 million tons and Brazilian corn crop production by 0.6 million tons to 66.2 million tons compared to previous estimate. However, increased China corn crop production estimates by 7.1 million tons to 208.1 million tons.
- As per Brazilian trade ministry, Brazil corn exports increased to 3.91 million tons from 3.66 million tons due to strong demand.
- As per European traders, a group of Israeli private buyers issued an international tender to purchase 115,000 tons of corn. Shipment of 30,000 tons of corn was sought between Jan. 20 to Feb. 10, 45,000 tons between Feb. 20 to Mar. 10 and 40,000 tons between Mar. 20 to Apr. 10.

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	6/12/2012	29/11/2012	Change
Corn CBOT Prices	Dec-12	294.31	295.79	-1.48
	Mar-13	295.79	298.64	-2.85
	May-13	296.38	298.35	-1.97
	Jul-13	294.02	295.10	-1.08

CBOT CORN FUTURES OUTLOOK:



(CBOT Corn Chart: Mar Contract)

- Candlestick chart pattern reveals bearish sentiment in the market.
- Strategy: Markets participants should sell Corn CBOT at current level and the target would be 717 cents/bushels for next week.

FUTURES MARKET ANALYSIS: NCDEX MAIZE:

(January Contract Weekly Chart)

- Candlestick formation reveals that prices could go up in the market.
- Prices closed above 3 days and 5 days EMAs indicates to bullish sentiment.
- **Strategy:** Buy from near 1457 level and target would be 1485 level.

Maize NCDEX (January)

Support & Resistance				
S2	S1	PCP	R1	R2
1407	1442	1467	1486	1558

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