

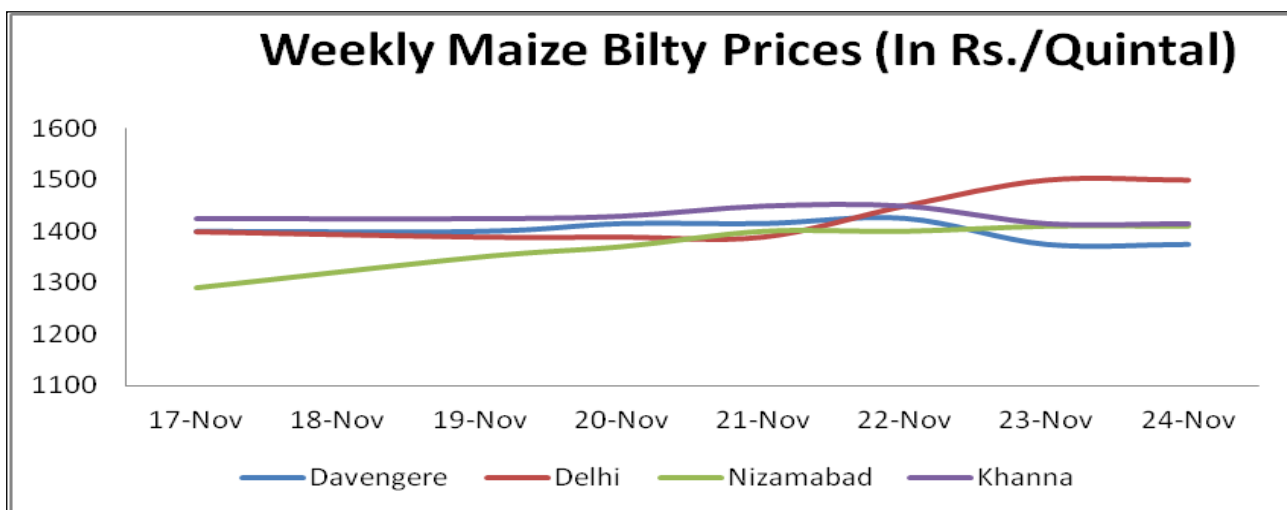
## EXECUTIVE SUMMARY

Maize prices traded firm during the week as in most of the major spot markets demand from poultry firms reported high. Meanwhile, lower than expected supply also support the maize prices. However, demand from starch industries reported steady during the week.

Maize is moving towards Kolkata at around Rs.1470-1500 per quintal from Bihar. Maize is also moving towards Pipavav port of Gujarat at around Rs.1500 per quintal sourced from the Ahmadabad region of Gujarat.

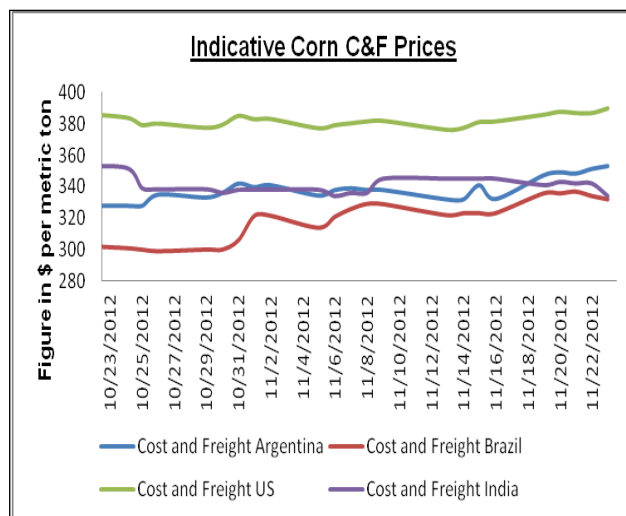
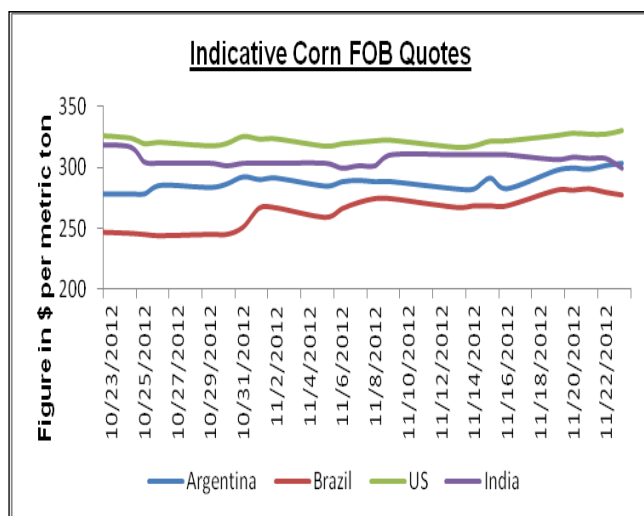
However, Indian maize export demand is expected lower this year from the last marketing year due to higher maize prices.

Maize prices are hovering at around Rs 1433 per quintal on an average on pan India basis, higher by 211 per quintal from the previous week.



## ON THE EXPORT FRONT:

Indian C&F Maize prices (~\$334) decreased by \$11.00 per ton during the week compared to the last week. Meanwhile, Indian maize exporters are getting parity compared to US Maize C&F prices (~\$389.9), Argentina Maize C&F prices (~\$353.05) and getting stiff competition from Brazil C&F (~\$332.19).



On the export front, no major activities reported during the week as importers are waiting for the lower corn prices. We expect maize export would be lower this year from 4.8 million tons for 2011-12 marketing year due to higher corn prices.

Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 54.34)				
	Argentina	Brazil	US	India (Davengere Origin)
<b>FOB</b>	303.05	277.19	329.9	299.00
<b>Incl Cost and Freight (C&amp;F)</b>	353.05	332.19	389.9	334.00

### CURRENT MARKET DYNAMICS:

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

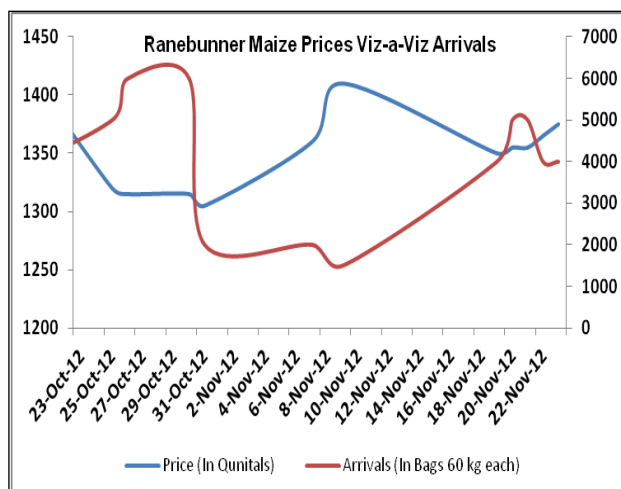
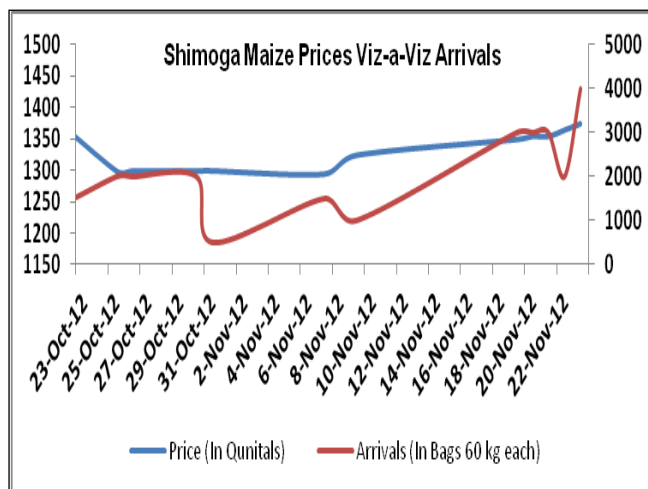
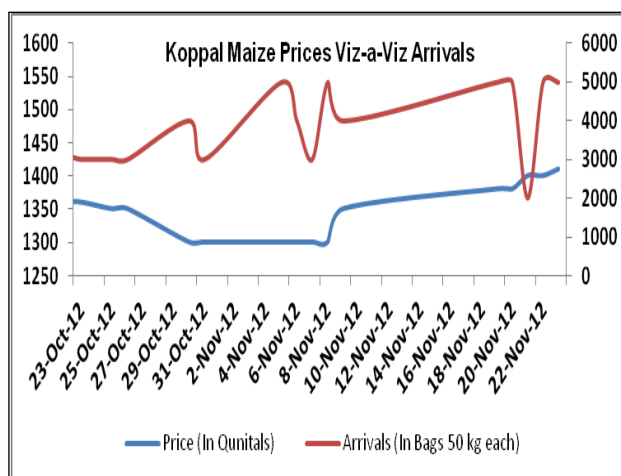
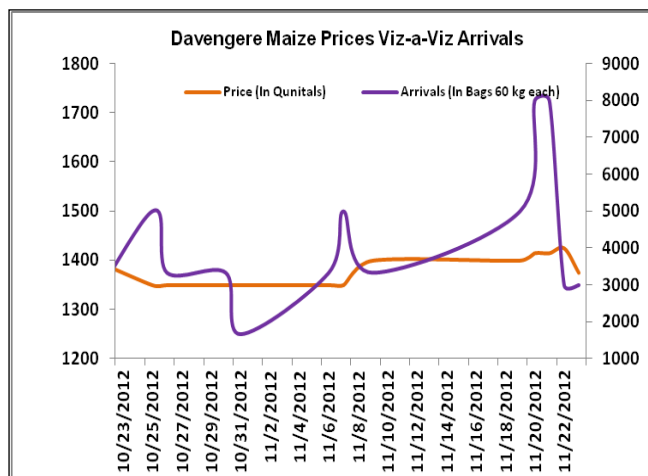
**Andhra Pradesh:** In Nizamabad region of A.P., maize spot market were trading firm with the higher poultry demand and steady arrivals.

**Sowing Update:** Farmers have sown maize in 0.78 lac hectares till date which is below from the normal season sowing area.

	2012	2011	Normal (as on date)	Normal (Season)
<b>Area Sown (In Lac hectares)</b>	<b>0.78</b>	0.78	0.87	3.08

Note: Sowing Figures as on 21<sup>st</sup> November 2012

**Karnataka:** In Karnataka, maize spot markets were trading higher during the week due to the higher demand. Sources revealed that maize is moving towards Bangalore at Rs 1480 per quintal and Tamil Nadu (Nammakal) at Rs. 1530 per quintal.



**Bihar:** Demand for maize from the Kolkata feed millers reported higher during the week at around Rs. 1475-1500 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
<b>Delhi</b>	15000 (UP origin)		
<b>Bangalore</b>	14800 (Karnataka Origin)		
<b>Kolkata</b>	15000 (Bihar region)		
<b>Tamil Nadu(Namakkal)</b>	15300 (Karnataka Origin)		

#### MAIZE SPOT MARKET PRICES (Rs. /QUINTAL)

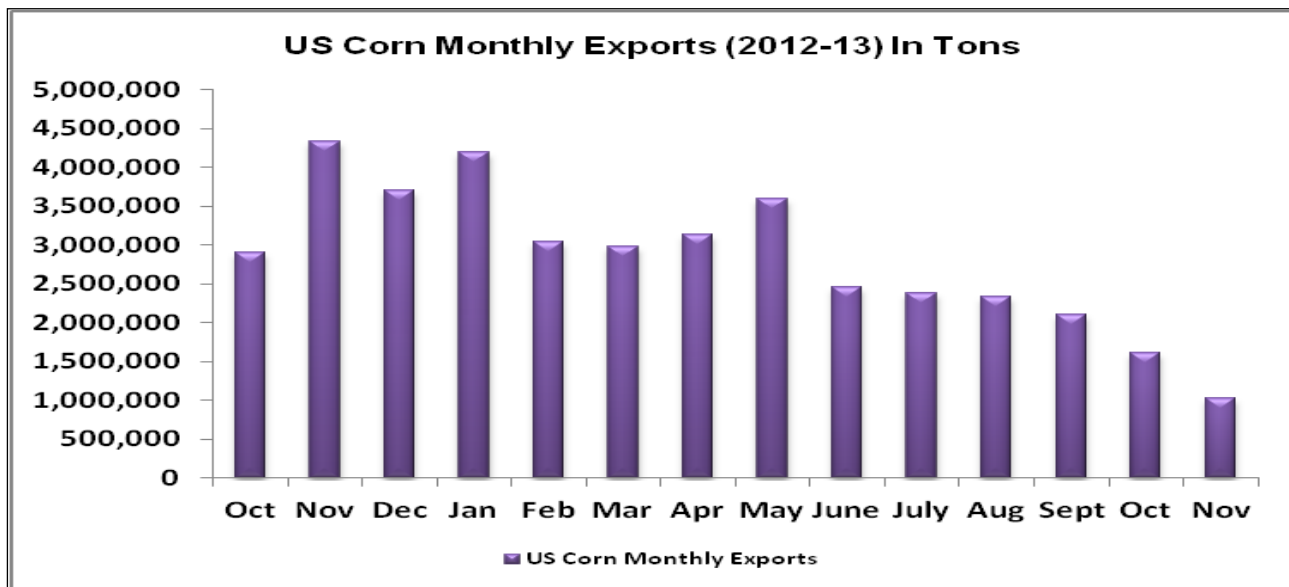
Market	Grade	23 Nov,2012	Week Ago	Month Ago	2 Month Ago	Year Ago
<b>Delhi</b>	Hybrid	1500	1400	1380	1335	1100
<b>Davangere</b>	Bilty	1325	Closed	-	1435	1130
<b>Naugachia</b>	Bilty	-	-	-	1275	-
<b>Nizamabad</b>	Bilty	1410	Closed	Closed	1461	1050
<b>Ahmedabad</b>	Feed	1480	Closed	1350	1480	1050
	Starch	1500	Closed	1360	1500	1140

#### 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 picked up 70 percent to 394600 MT from the last week and 21 percent for the prior 4-week average. However, U.S. corn export figures of 4737874 metric tons for the 2012-13 marketing year is lowered by ~42% from the last marketing year during the same period due to higher corn prices. Out of total weekly exports of 394600 MT reported by U.S. to Mexico (132,700 MT), Japan (7135,600 MT), South Korea (65,800 MT), Cuba (25,000 MT), Venezuela (12,500 MT), and Jamaica (8,800 MT).



Some Other major International Corn Highlights during the week are:

- Malaysian feed millers bought around 50,000 tons of Ukrainian corn for January shipment.
- USDA expects Argentina to harvest 28 million tons of corn in the current 2012/13 crop year.
- China confirmed that it would store corn grown domestically at higher prices than last year to help farmers' incomes. As per State Administration of Grain, The government will pay 2,100-2,140 yuan per ton of corn to farmers in northeastern provinces, the country's major corn area.
- Japanese corn imports were reported as 11.10 million tons for Jan-Sep 2012, down 3.4 per cent from a year earlier. Imports are expected to reduce as Japan's use of corn in animal feed continues to fall due to the higher prices seen earlier this year.
- Ukraine has planned to increase the area under maize by 5-10 per cent in 2013 to attain higher harvests. It had increased the maize plantation area by 1.0 million hectares to 4.5 million hectares in 2012 and is expecting a harvest of about 20 million tons this year. China is likely to be a major export destination for Ukraine's maize exports.

**INTERNATIONAL MAIZE OUTLOOK:**


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***U.S. corn exports could rebound from their worst slump in decades by early 2013 as rival global suppliers from South America and the Black Sea region run low on supplies and could keep corn prices firm in the international market.***

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	15/11/2012	8/11/2012	Change
Corn CBOT Prices	Dec-12	283.88	291.76	-7.88
	Mar-13	285.36	292.54	-7.18
	May-13	283.49	291.36	-7.87
	Jul-13	278.96	287.72	-8.76

**CBOT CORN FUTURES OUTLOOK:**


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(CBOT Corn Chart: Mar Contract)

- Candlestick chart pattern reveals range bound movement in the market.
- Strategy: **Markets participants should buy Corn CBOT at lower level i.e.739 cents/bushels and the target would be 755 cents/bushels for next week.**



**FUTURES MARKET ANALYSIS: NCDEX MAIZE:**

**(December Contract Weekly Chart)**

- Candlestick formation reveals bullish trend in the market.
- RSI is moving up in neutral zone.
- Prices closed above 3 days and 5 days EMAs indicates to bullish sentiment.
- **Strategy:** Buy near support level.

**Maize NCDEX (December)**

Support & Resistance				
S2	S1	PCP	R1	R2
1413	1455	1489	1517	1603

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