

Executive Summary:

- Mixed sentiments featured in physical maize markets, Thursday.
- In Ahmadabad region of Gujarat, maize crop contains around 20% moisture. Poultry feed makers quoted maize down by Rs. 10 per quintal to Rs. 1350 per quintal. Starch feed makers quoted maize at Rs. 1310 per quintal on Thursday, sourced from Maharashtra.
- In Delhi, hybrid maize quoted firm by Rs.5 per quintal to Rs. 1425 per quintal on Thursday, sourced from U.P.
- In A.P, maize was quoted steady at Rs. 1300 per quintal on Thursday, contains 14-16% moisture.
- In the Khanna market of Punjab, maize quoted steady at Rs. 1450 per quintal on Thursday. Around 7-8 motors of maize were reported on Thursday, contains 14-15% moisture. In Ludhiana, maize was also quoted steady at Rs. 1500 per quintal.
- In Koppal, maize crop quoted at Rs. 1290 per quintal on Thursday.
- As per trade sources, maize crop in Jalna contain high moisture level.

International Market Commentary:

- Corn prices increased yesterday by \$1.77 /MT on short-covering and on spillover support from gains in wheat and soybeans and settled at \$174.27 /MT for December contract on CBOT market.
- As per Reuter, European traders told that Taiwan's MFIG corn purchasing group has purchased 60,000 tons of corn from Columbia Grain in a combination of the outright price of \$247.46 a ton c&f for just over 7,000 tons with the rest bought at the basis price of 174.58 cents c&f a bushel over the Chicago March corn contract, for shipment in the last half of December from the U.S. Gulf Coast or South America or in the first half of January from the U.S. Pacific Northwest. Meanwhile, The Korea Corn Processing Industry Association has purchased 55,000 tons of corn from Cargill at \$254.70 a ton c&f for Feb. 20, 2014, arrival through private deal on Wednesday after earlier rejecting all offers in an international tender for the same volume. However, South Korea's largest animal feed maker Nonghyup Feed Inc. (NOFI) rejected all offers and made no purchase in an international tender to buy up to 140,000 tons of corn due to high prices. The lowest price offered for U.S.-origin corn was \$251.00 a ton c&f, lowest offer from South America was \$248.73 a ton c&f and lowest offer from the Black Sea region was \$245.58 a ton c&f. The corn had been sought for arrival two separate consignments by Mar. 15 and Mar. 25, 2014.
- As per Reuter, Lanworth raised world corn production forecast to 955 million tons from its previous forecast of 952 million tons due to bigger-than-expected yield reports from the ongoing harvest in the U.S. Midwest for 2013/14. Lanworth predicted a corn crop of U.S. at 13.792 billion bushels, based on an average yield of 156.2 bushels per acre.

Outlook and Recommendation

Prices of maize are likely to feature range-bound movement with weak-bias as new crop arrivals have commenced in the market.

NCDEX Maize Futures

Contract	+/-	Open	High	Low	Close
Nov-13	8.00	1249.00	1270.00	1247.00	1255.00
Dec-13	9.00	1242.00	1266.00	1242.00	1250.00
Jan-14	17.00	1255.00	1290.00	1255.00	1270.00

Spread	Nov-13	Dec-13	Jan-14
Spot	45		
Nov-13		-5	15
Dec-13			20

*Basis – Nizamabad

Contract	Volume	Change	OI	Change
Nov-13	7890	840	23740	-2470
Dec-13	5420	1800	17270	1860
Jan-14	3130	220	10040	110

Stocks	Demat	In-Process	Total	FED
	23.10.13	23.10.13	23.10.13	21.10.13
Gulabghagh	775	0	775	775
Davangere	-	-	-	-
Nizamabad	-	-	-	-
New Delhi	1329	0	1329	1329
Sangli	-	-	-	-

Spot Prices at Key Markets

Market	Grade	Prices (Rs./qtl)			Arrivals in Quintal		
		10/24/2013	10/23/2013	Change	10/24/2013	10/23/2013	Change
Delhi	Hybrid/Local	1425	1420	5	700	500	200
koppal	Bilty	1290	1260	30	200	300	-100
Davangere	Bilty	NA	NA	-	NA	NA	-
Shimoga	Hybrid/Local	NA	NA	-	NA	NA	-
Ranebennur	Bilty	NA	NA	-	NA	NA	-
Bagalkot	Hybrid/Local	NA	1215	-	NA	1290	-
Gadag	Local	1185	NA	-	211	NA	-
Hubli	Local	NA	NA	-	NA	NA	-
Nizamabad	Bilty	1300	1300	Unch	300	400	-100
Karimnagar	Local	NA	NA	-	NA	NA	-
Ahmedabad	Feed	1350	1360	-10	5000	15000	-10000
	Starch	1310	1300	10			
Yeola-Nashik	Bilty	NA	NA	-	NA	NA	-
	Feed	NA	NA	-			
Sangli	Feed	1321	1333	-12	NA	NA	-
Naugachia	Bilty	NA	NA	-	NA	-	-
Kolkata	Mill Delivery	NA	NA	-	NA	-	-
Gulabbagh	Local	1390	-	-	5000	-	-
	Bilty	1410	-	-			

CBOT Corn Daily Futures Price Listing (USD/MT) as on 23 Oct, 2013

Contract Month	Open	High	Low	Close	Change
Dec-13	172.40	175.64	172.20	174.27	1.77
Mar-14	177.42	180.56	177.22	179.19	1.67
May-14	180.66	183.81	180.66	182.53	1.77
July-14	183.81	186.76	183.81	185.48	1.67
Sep-14	186.17	189.03	186.17	187.94	1.67

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2013 Indian Agribusiness Systems Pvt Ltd.