

EXECUTIVE SUMMARY

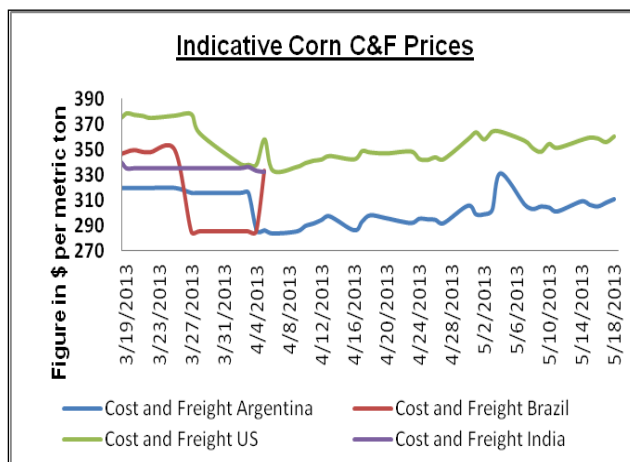
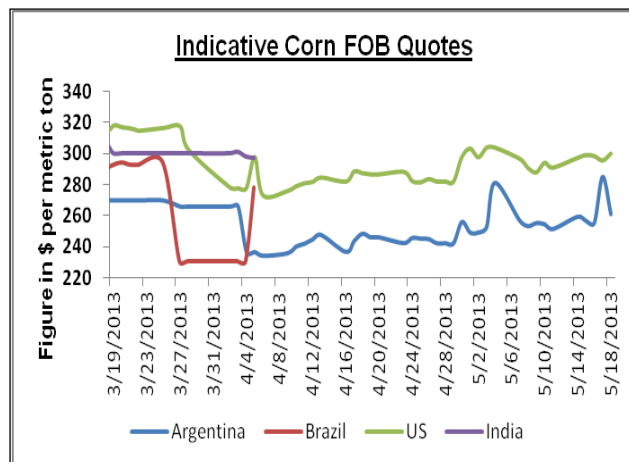
Mixed sentiments witnessed in most of the major spot markets of maize during last week.

In Gujarat, sluggish demand of poultry and starch feed makers for corn kept prices at lower level. During the week, poultry feed makers demand reported for corn in a range of Rs. 1250-1310 per quintal. Meanwhile, starch feed makers demand reported in a range of Rs. 1330-1370 per quintal. However, Trade sources revealed that in the A.P., maize could trade steady in the near term with the continuous local demand from poultry and starch feed makers. Around 3 lakh bags of maize (old & new) could be in the market.

ON THE EXPORT FRONT:

As per latest IBIS data, in the current marketing year (Oct'12-Sep'13), total maize exports were reported around 2.66 million tons during the October- April period. During April month, 0.537 million tons corn exports reported to Malaysia, Taiwan, Vietnam, and China through Tondiarpet ICD, JNPT, Chennai Sea and Kakinada port.

Exports are not being made by India currently as competing nations are quoting lower corn prices.

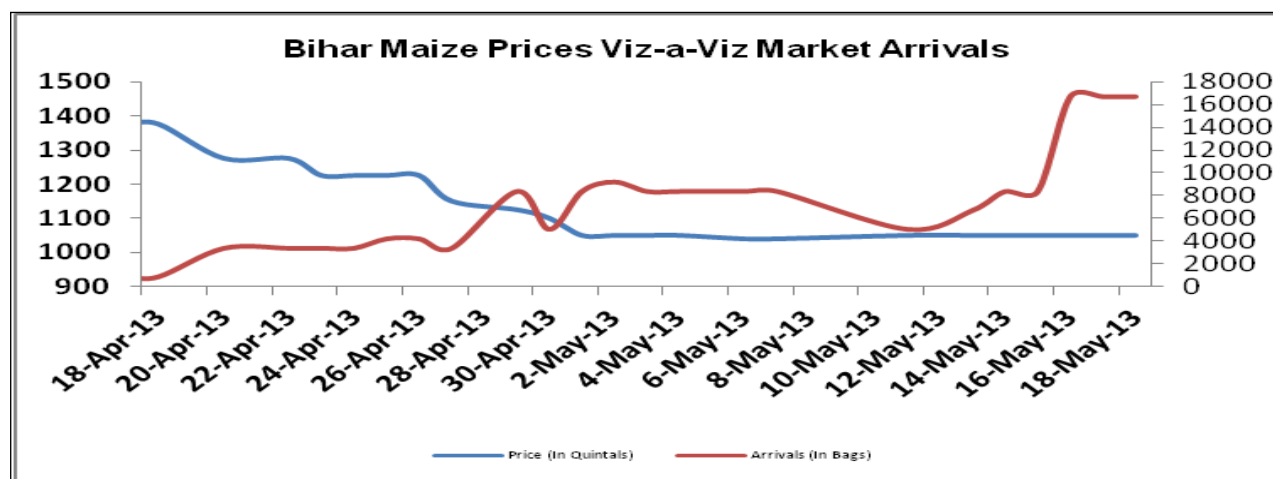


Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 54.88)				
	Argentina	Brazil	US	India (Davengere Origin)
FOB	260.93	NA	300.25	NA
Incl Cost and Freight (C&F)	310.93	NA	360.25	NA

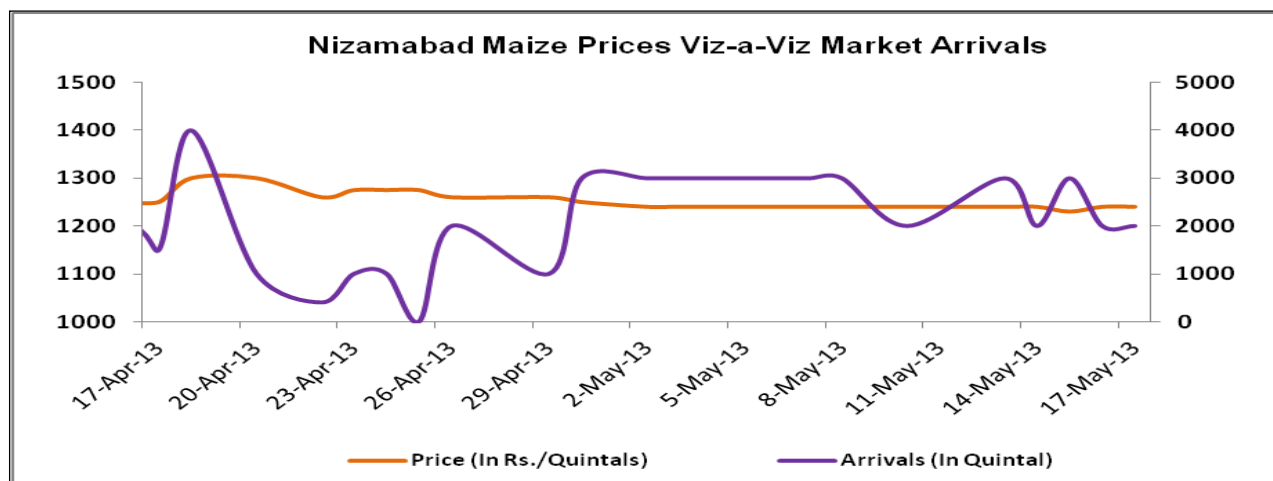
CURRENT MARKET DYNAMICS:

During the week, mixed sentiments witnessed in most of the major spot markets of maize. The various key spot markets dynamics were as under:

Bihar: In Bihar market, despite the lower arrivals, maize prices remained steady in a range of Rs. 1040-1050 per quintal as compared to last week.

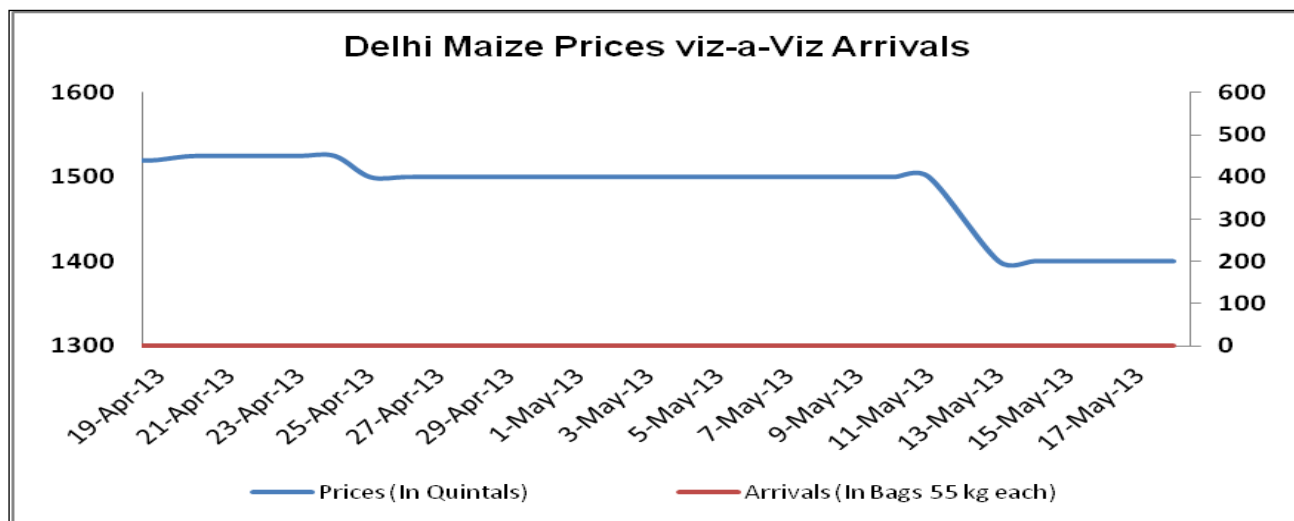


Andhra Pradesh: Despite the lower arrivals, maize prices traded steady during last week. Trade sources revealed that maize could trade steady in the near term with the continuous local demand from poultry and starch feed makers. Around 3 lakh bags of maize (old & new) could be in the market.



Karnataka: In the Koppal market of Karnataka, no arrivals have been reported during the week.

Delhi: In Delhi spot market, maize traded down at Rs. 1400 per quintal sourced from U.P. However, Red maize traded in a range of Rs.1325-1335 per quintal sourced from Bihar during last week.



BUSINESS FROM VARIOUS SOURCING CENTERS DURING THE SEASON TILL DATE:

Destination	By Road (Rs/MT)	By Rake (Rs/MT)
Kolkatta	13000 (Bihar origin)	
Gujarat	13100 (Maharashtra Origin)	

MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

Market	Grade	17 May ,2013	Week Ago	Month Ago	2 Month Ago	Year Ago
Delhi	Hybrid	1400	1500	1600	1525	-
Davangere	Bilty	1340	1337	1360	1380	1090
Koppal	Bilty	-	1330	1340	1370	1100
Shimoga	Bilty	1340	1340	1330	1330	-
Ranebennur	Bilty	-	-	-	1390	-
Bagalkot	Hybrid/Local	1225	1212	1275	1301	-

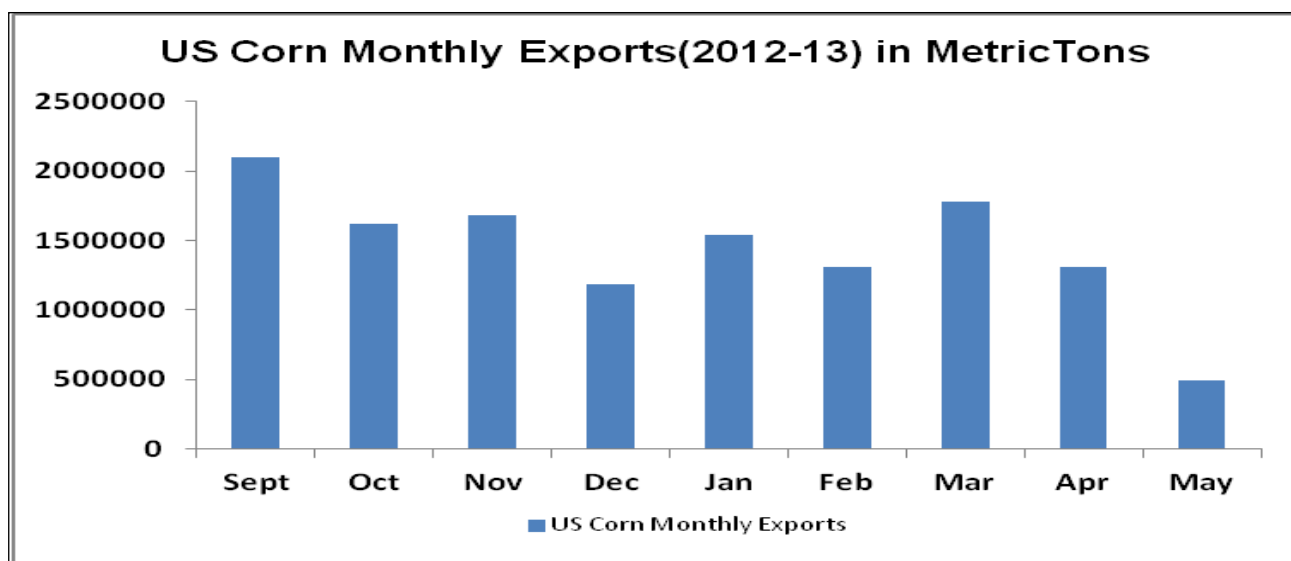
Gadag	Local	1266	1271	1277	1301	-
Hubli	Local	-	1245	1271	1315	-
Naugachia	Bilty	1050	1050	1375	-	925
Nizamabad	Bilty	1240	1240	1250	1400	1100
Karimnagar	Local	1227	1181	1254	1315	-
Khammam	Local	-	1185	1254	1315	-
khanna	Bilty	1350	1450	1450	1525	-
Ludhiana	Bilty	-	-	-	-	-
Salem	Hybrid/Local	3000	-	-	-	-
Sangli	Bilty	1386	1378	1390	1389	-
Ahmedabad	Feed	1310	1290	1400	1480	1180
	Starch	1370	1330	1480	1550	1200

DOMESTIC MAIZE OUTLOOK:

Indian corn prices are likely to trade steady to weak due to sluggish export demand. Crop arrivals from Bihar are also weighing on the prices.

INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS:

As per USDA, U.S. corn export figures reached to 13012085 metric tons for the 2012-13 marketing year which is lowered by ~54% from the last marketing year during the same period. However, Corn exports were up by 55 percent to 298500 metric tons from the previous week but down 2% from the prior 4-week average. Out of total weekly exports of 298500 MT for the period of May 3-9, 2013 reported by U.S to Japan (132,700 MT), Mexico (79,900 MT), Venezuela (22,500 MT), Guatemala (19,000 MT), and Honduras (15,000 MT).



Some other major International Corn Highlights during the week are:

- As per Reuter News, Informa Economics projected U.S. 2013 corn plantings at 96.827 million acres, below the USDA's current estimate of 97.3 million. However, Informa forecast the U.S. 2013 average corn yield at 160.9 bushels per acre (bpa), above the USDA's current forecast for 158 bpa, and put corn production at 14.398 billion bushels, above the USDA's forecast of 14.14 billion.
- As per Reuter news, France AgriMer said, The EU has cleared 85,000 tons of maize exports this week, bringing this year's total at 1.4 million tons, versus 2.7 million a year ago. The EU also granted import licenses for 187,000 tons of maize, bringing the total so far this season at 9.85 million tons, compared to 4.9 million tons during same period of last year.
- As per Reuter news, industry sources based in Buenos Aires told that a record 2 million tons of South American corn is being sent to the United States this season to compensate for last year's weak harvest. The United States bought about 1.5 million ton of corn from South America between September 2012 and February 2013, mainly Brazilian corn. In the second half of the corn year, between March and August, the United States will buy 500,000 to 600,000 tons, mainly from Argentina. Eighty percent of this volume has been closed but not executed yet. The balance will be closed soon," said the trader, who has direct knowledge of the transactions.
- As per the latest crop progress report released by USDA, the corn crop has been planted 28% as of 12th May, 2013 in the corn growing regions of U.S., below 57% from the last year and 37% from the last 5 year average period. Meanwhile, Corn has emerged 5 % till date which is also below 47% from the last year and 25% from the last 5 year average period.
- As per Reuter news, despite the higher production estimates, it is expected that China's corn imports in 2013/14 would rise to 5 million tons, up from an estimate of 2.7 million for the current year, fuelled by a delay in planting and robust domestic consumption. China's corn harvest is estimated to rise 2.8 percent to 214 million tons in 2013/2014, while annual domestic demand is expected to grow by an even faster 5.2 percent to 212.63 million, the think-tank said.

INTERNATIONAL MAIZE OUTLOOK:

As per Reuter news, Corn prices on CBOT market decreased due to slow U.S. export sales of corn and an increased pace for U.S. corn plantings. However, as per the U.S. National Weather Service, rains would hit some parts of the Midwest on Friday and could affect the planting.

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	16.5.2013	10.5.2013	Change
Corn CBOT Prices	May-13	252.49	270.70	-18.21
	Jul-13	217.96	250.43	-32.47
	Sep-13	206.25	218.25	-12.00
	Dec-13	210.28	208.41	1.87
	Mar-13	213.23	212.54	0.69

CBOT CORN FUTURES OUTLOOK:



(CBOT Corn Chart: July Contract)

- Candlestick chart pattern reveals bullishness in the market.
- **Strategy:** Markets participants should buy CBOT corn around 654 U.S cents/bushels and the target1 would be 661 U.S cents/bushels and target 2 would be 670 U.S cents/ bushels.

FUTURES MARKET ANALYSIS: NCDEX MAIZE:

(June Contract Weekly Chart)

- Candlestick formation reveals that prices could move in a range of Rs. 1168-1199.
- Breaching the level, prices could go down to 1157 level.
- **Strategy:** Sell near 1191 level and target would be 1168 for the near term.

Maize NCDEX (June)

Support & Resistance				
S2	S1	PCP	R1	R2
1117	1147	1186	1199	1220

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