

EXECUTIVE SUMMARY

Overall steady to weak sentiments featured in most of the major spot markets of maize during last week.

In Ahmadabad region of Gujarat, poultry and starch feed makers demand decreased by Rs. 40 and Rs. 80 per quintal respectively as compared to last week, sourced from U.P. Poultry feed makers demand reported for corn in a range of Rs. 1500-1585 per quintal while starch feed makers demand reported for corn in a range of Rs. 1490-1520 per quintal. As per trade sources, Ahmadabad traders have 1 month poultry feed and 2 month starch feed stock in quantity.

During the week, on daily basis, around 6 motors of maize moved towards Khanna market of Punjab in the range of Rs. 1300-1400 per quintal, contained 13-14% moisture level, sourced from Bihar. Sources revealed that higher poultry feed makers demand could keep prices firm in the market.

MAIZE KHARIF SOWING UPDATE:

As per latest sowing report by Ministry of agriculture, maize sowing has increased from last year owing to good rainfall in the maize growing regions. Farmers have planted maize in 65.68 lac hectares till 17th July 2013.

State-wise Area Coverage of Maize during Kharif 2013

(Area in
Lakh ha)

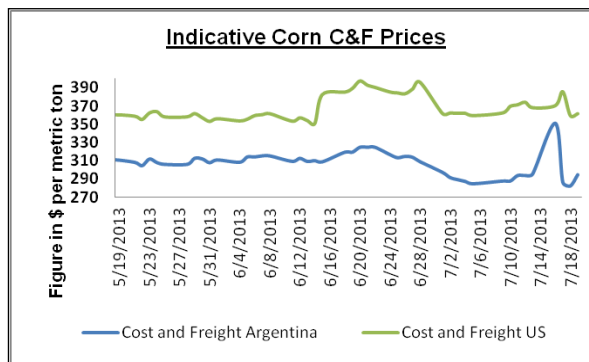
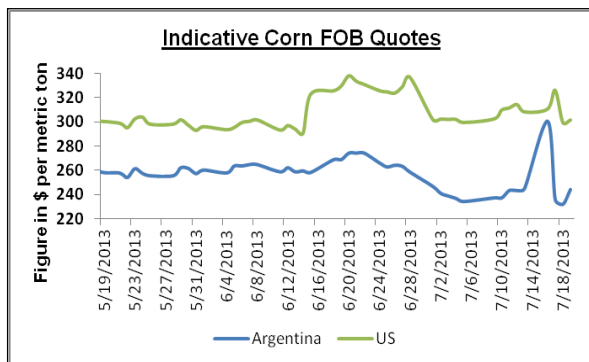
Sl. No.	State	Normal Area (DES)	Normal Area of Corresponding Week	Area Covered (SDA)				Difference in Area coverage (2013) with			
				2013	2012	2011	2010	Normal of Corresponding Week	2012	2011	2010
1	2	3	4	5	6	7	8	9	10	11	12
North West India											
1	Haryana	0.11	0.11	0.17	0.06	0.12	0.13	0.06	0.11	0.05	0.04
2	Himachal Pradesh	2.97	2.74	2.97	2.94	2.90	2.92	0.23	0.03	0.07	0.05
3	Jammu & Kashmir	3.10	1.70	2.04	1.90	1.99	1.84	0.34	0.13	0.04	0.20
4	Punjab	1.40	1.43	1.48	1.28	1.45	1.50	0.05	0.20	0.03	-0.02

5	Rajasthan	10.76	8.32	9.02	7.20	9.02	6.64	0.71	1.83	0.00	2.38
6	Uttar Pradesh	7.56	6.71	6.80	4.95	6.90	7.05	0.09	1.85	-0.10	-0.25
7	Uttarakhand	0.29	0.26	0.35	0.22	0.30	0.29	0.09	0.13	0.05	0.06
Central India											
1	Chhattisgarh	1.03	1.09	1.01	0.82	0.75	1.01	-0.09	0.19	0.26	0.00
2	Gujarat	4.13	2.05	2.12	1.68	0.40	2.92	0.08	0.44	1.72	-0.80
3	Madhya Pradesh	8.49	7.68	9.08	7.57	8.10	7.82	1.40	1.51	0.98	1.26
4	Maharashtra	6.52	4.05	8.00	4.77	3.85	5.16	3.95	3.23	4.15	2.84
5	Orissa	0.85	1.27	1.29	1.38	1.59	1.15	0.02	-0.09	-0.30	0.14
Southern Peninsula											
1	Andhra Pradesh	4.98	3.13	4.63	3.09	3.35	3.79	1.50	1.54	1.28	0.84
2	Karnataka	10.81	6.50	8.47	3.62	7.53	7.06	1.97	4.85	0.94	1.41
3	Kerala	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4	Tamil Nadu	1.65	0.12	0.04	0.10	0.17	0.08	-0.09	0.06	0.13	-0.05
East & North East India											
1	Assam	0.19	0.02	0.19	0.10	0.00	0.00	0.17	0.09	0.19	0.19
2	Bihar	2.46	2.23	3.38	2.54	2.42	2.51	1.15	0.84	0.96	0.87
3	Jharkhand	1.98	1.27	2.76	1.66	1.65	0.99	1.49	1.10	1.11	1.77
4	West Bengal	0.35	0.43	0.16	0.18	0.47	0.56	-0.27	-0.02	-0.31	-0.40
	Others	1.46	1.08	1.36	1.79	0.00	1.28	0.28	-0.44	1.36	0.07

ON THE EXPORT FRONT:

As per Agriwatch trade sources, Bangladesh is demanding Indian corn in a range of Rs. 1555-1560 per quintal, sourced from Bihar.

As per IBIS data, in the current marketing year (Oct'12-Sep'13), total maize exports were reported around 3.461 million tons during the October'12- Jun'13 period. During the month of June, 0.292 million tons corn exports reported to Malaysia, Nepal, Taiwan, Vietnam, Yemen and Indonesia through Raxul LCS, JNPT Tondiarpet ICD, Kolkata Sea, Chennai Sea, and Mundra port.

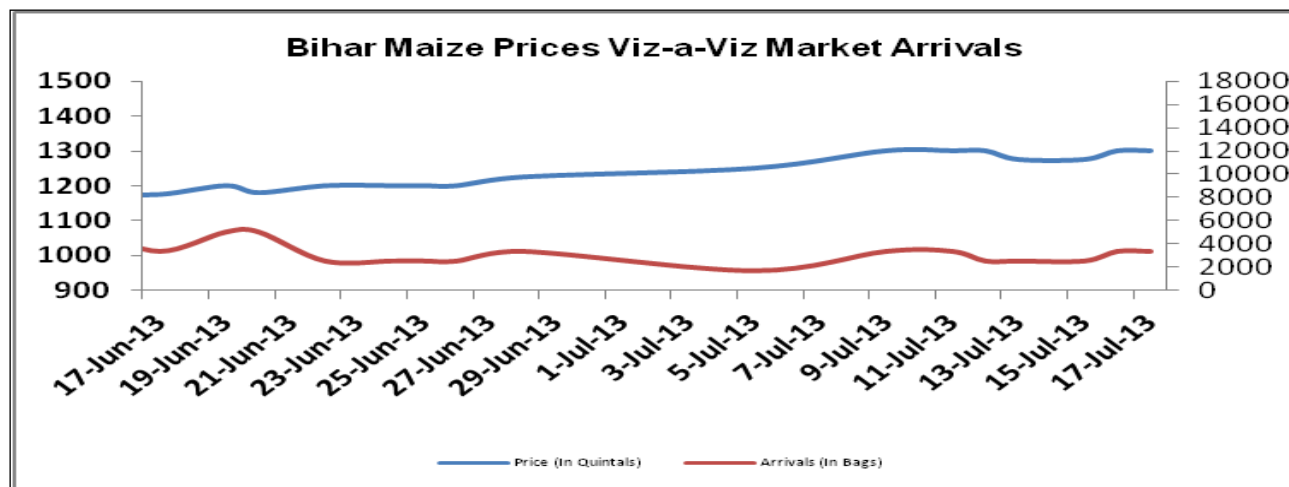


C
U
R
R
E
N
T

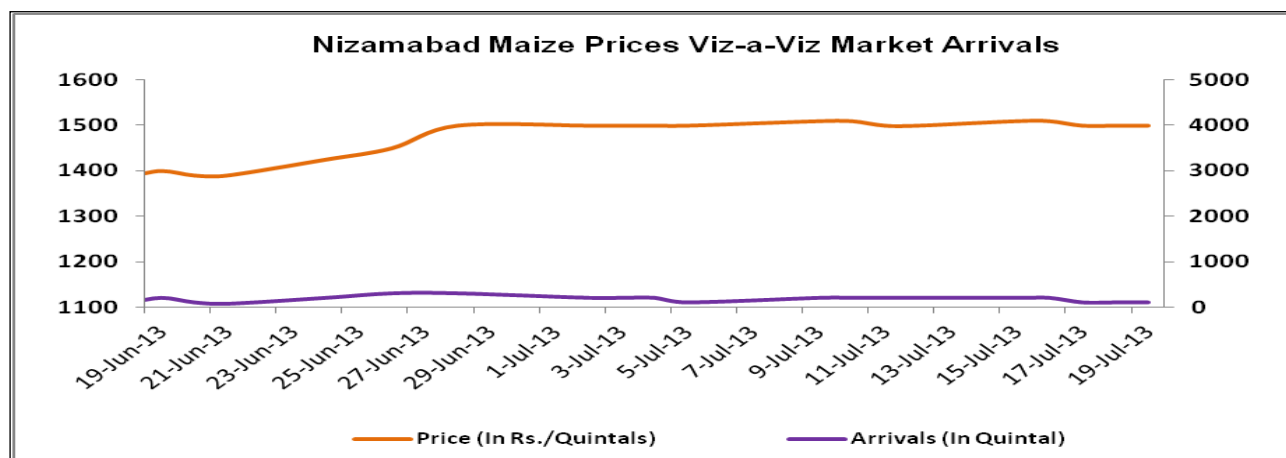
NT MARKET DYNAMICS:

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

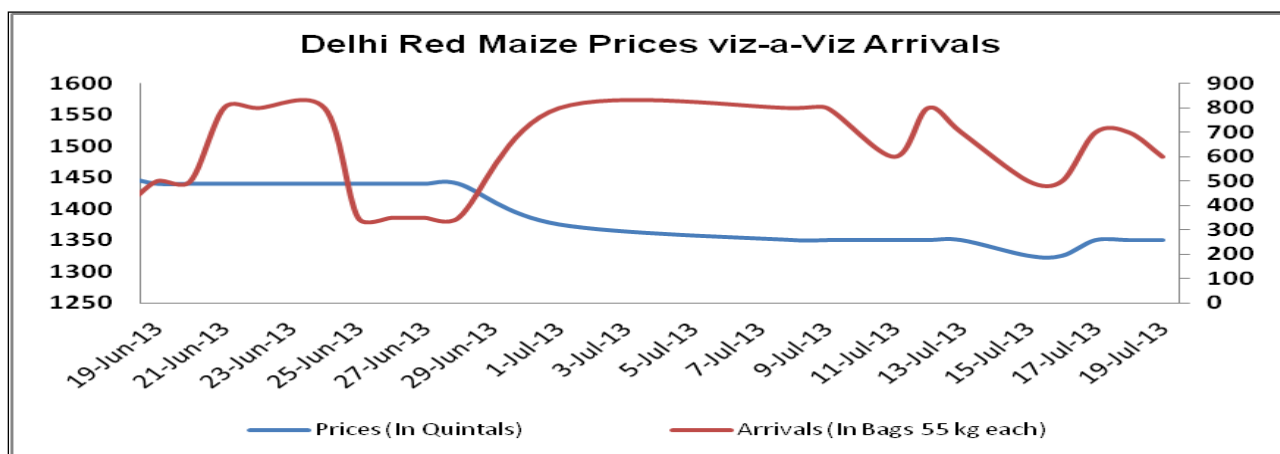
Bihar: Lower supply amid higher domestic demand kept prices of maize firm in the market. Maize is moving towards Bangladesh in a range of Rs. 1555-1560 per quintal. Meanwhile, Kolkata feed millers demand reported in a range of Rs. 1500-1550 per quintal.



Andhra Pradesh: In Nizamabad region of A.P., around 3 lakh bags of maize could be in the hand of stockiest and farmers and in A.P., total maize stock could be around 17 lakh bags which is same from the last year during same period.



Delhi: During the week, hybrid maize traded down in a range of Rs.1400-1430 per quintal sourced from U.P. contains 14%-15% moisture level. Sources revealed that prices could trade steady in the near term.



BUSINESS FROM VARIOUS SOURCING CENTERS DURING THE SEASON TILL DATE:

Destination	By Road (Rs/MT)	By Rake (Rs/MT)
Kolkatta	15500 (Bihar Origin)	
Bangladesh		15600 (Bihar Origin)

Delhi	14250 (U.P. Origin)	
Punjab(Khanna)	13500 (Bihar Origin)	
Gujarat	15500 (U.P. Origin)	

MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

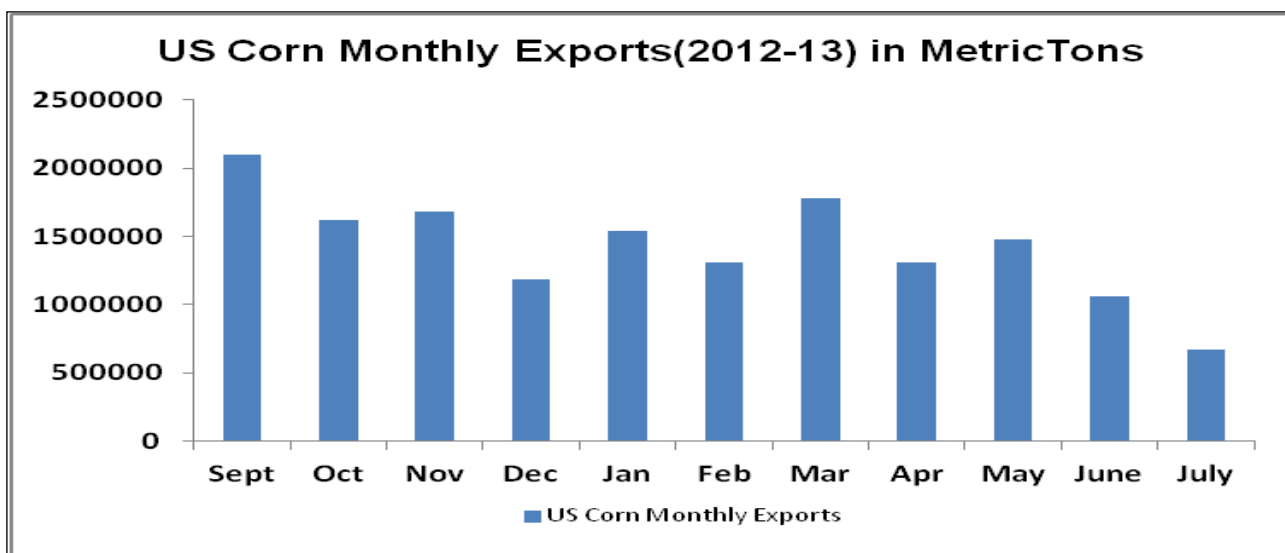
Market	Grade	19 July,2013	Week Ago	Month Ago	2 Month Ago	Year Ago
New Delhi	Hybrid	1425	1450	1415	1400	1375
	Red	-	1350	1440	1335	-
Davangere	Bilty	-	1533	1500	-	1400
Shimoga	Bilty	1410	1390	-	-	-
Ranebennur	Bilty	-	1480	-	1325	-
Bagalkot	Hybrid/Local	1457	-	1461	1228	-
Gadag	Local	-	-	1311	1291	-
Hubli	Local	-	-	1409	1245	-
Naugachia	Bilty	1300	1300	1200	1050	1125
Nizamabad	Bilty	1500	1500	1400	1240	-
Karimnagar	Local	-	-	1375	1240	-
Khammam	Local	-	-	-	-	-
khanna	Bilty	1450	1500	1425	1350	1280
Ludhiana	Bilty	1430	1480	1520	-	1260
Sangli	Bilty	1606	1625	1555	1378	1511
Ahmedabad	Feed	1550	1600	1525	1330	1500
	Starch	1500	1575	1500	1400	1525

DOMESTIC MAIZE OUTLOOK:

Maize prices are likely to trade range bound. Higher acres as well as better yield prospects due to favourable weather conditions in maize growing belts lead to higher production, weighing on market sentiments. However, lack of quality arrivals restricts the downside.

INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS:

As per USDA, U.S. corn export figures reached to 15,729,522 metric tons for the 2012-13 marketing year which is lowered by ~53% from the last marketing year during the same period. Corn exports were up 53% to 407,276 metric tons from the last week and 49% from the prior 4-week average. Out of total weekly exports of 407,276 MT for the period of July 5-11, 2013 reported by U.S. to Japan (174,000 MT), Venezuela (102,600 MT), Mexico (50,700 MT), and Costa Rica (27,500 MT).



Some other major International Corn Highlights during the week are:

- As per Reuter news, the agriculture ministry of Argentina raised its outlook for 2012/13 corn production to 32.1 million tons from the previous forecast of 26.1 million tons, increasing its planting area estimate by 22 percent from the June report. As per report, 92 percent of the corn crop had been harvested as of July 11, 2013 though wet weather has impeded threshing.
- As per Reuter news, European traders told that the Korea Corn Processing Industry Association has purchased 55,000 tons of corn, likely to be sourced from the Black Sea region at \$253.15 a ton c&f including surcharges for unloading at a second port for November arrival, and the seller was said to be Concordia.
- As per Reuter news, European traders told that the Korea Feed Association has purchased 60,000 tons of corn to be sourced from the Black Sea region at \$241.50 a ton c&f plus a \$1.50 a ton surcharge for unloading at an extra port. Seller was Marubeni. The tender had sought corn from the United States, east Europe, South America and South Africa for December arrival.
- As per Reuter news, Lanworth lowered its world corn production outlook on Wednesday for the 2013/14 crop year at 13.650 billion bushels, from its prior view of 13.900 billion due to "unexpectedly warm and dry weather" in key growing areas of the United States during the past two weeks.

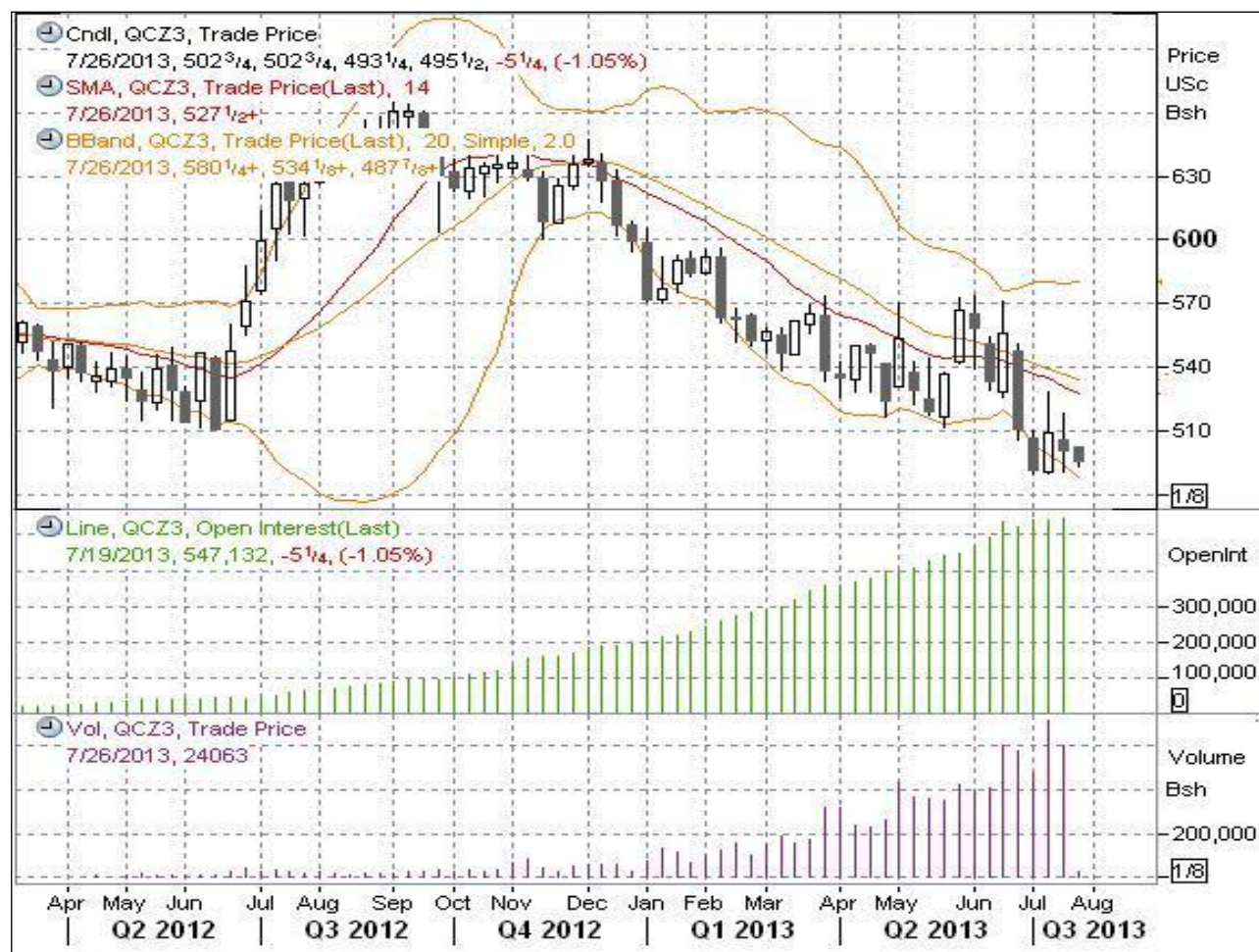
- As per the latest crop progress report released by USDA, Corn has silked by 16% as of 14th July, 2013 which is below 51% from the last year and 19% from the last 5 year average period. However, 66% corn crop is in good to excellent condition which is up 35% as compared to last year.

INTERNATIONAL MAIZE OUTLOOK:

Corn prices decreased on CBOT market as rain ease crop damage fear.

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	18.7.2013	12.7.2013	Change
Corn CBOT Prices	Jul-13	-	276.11	-
	Sep-13	212.94	214.71	-1.77
	Dec-13	197.1	200.44	-3.34
	Mar-14	201.92	205.26	-3.34
	May-14	204.97	208.21	-3.24

CBOT CORN FUTURES OUTLOOK:



(CBOT Corn Chart: Dec Contract)

- Candlestick chart pattern reveals that prices could trade down in the market.
- Strategy: Markets participants should sell CBOT corn December contract at current level and the target would be 489 U.S cents/bushels.

FUTURES MARKET ANALYSIS: NCDEX MAIZE:



(August Contract Weekly Chart)

- Candlestick chart pattern reveals that prices could go down in the market.
- Prices closed below 9 and 18 days EMAs indicates to bearishness in the market.
- However, decrease in prices with lower volumes and OI indicates to consolidation in the market.
- **Strategy:** Sell at around 1373 and target would be 1346 for the near term.

Maize NCDEX (August)

Support & Resistance				
S2	S1	PCP	R1	R2
1305	1345	1360	1386	1437

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.php>
 © 2013 Indian Agribusiness Systems Pvt Ltd.