

EXECUTIVE SUMMARY

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

In Ahmadabad region of Gujarat, poultry feed makers demand reported steady for corn in a range of Rs. 1500-1550 per quintal. However, starch feed makers demand reported down by Rs. 50 per quintal to Rs.1450 per quintal as compared to last week.

During the week, arrivals were disrupted most of the days due to rainfall. However, rest of the days, on daily basis, around 5 motors of maize moved towards Khanna market of Punjab in the range of Rs. 1300-1325 per quintal, contained around 14% moisture, sourced from Bihar.

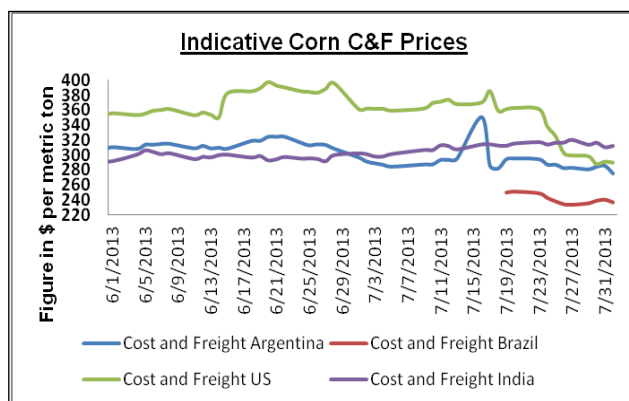
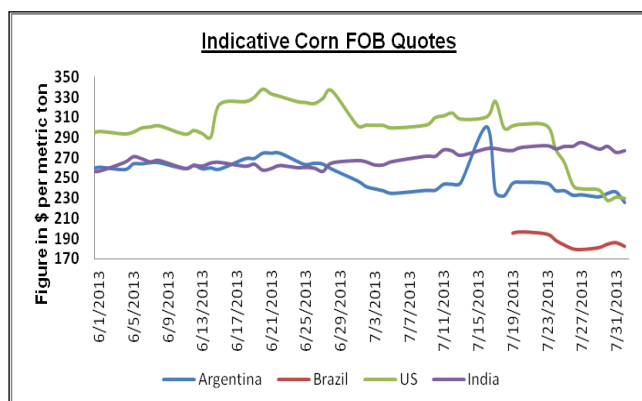
MAIZE KHARIF SOWING UPDATE:

As per 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 71.11 lakh hectares as of 26th July, 2013 against 57.15 lakh hectares sown in 2012-13.

ON THE EXPORT FRONT:

As per Agriwatch trade sources, Kolkata feed millers demand reported in a range of Rs.1500-1550 per quintal, sourced from Bihar. Maize is also moving towards West Bengal in a range of Rs. 1450-1500 per quintal.

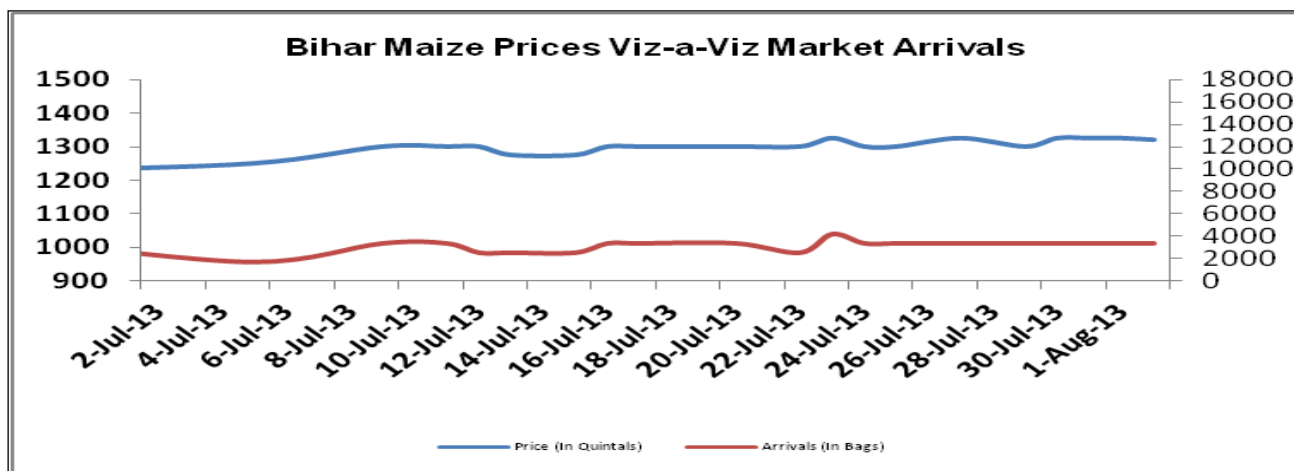
As per IBIS data, in the current marketing year (Oct'12-Sep'13), total maize exports were reported around 3.461 million tons during the October'12- Jun'13 period. During the month of June, 0.292 million tons corn exports reported to Malaysia, Nepal, Taiwan, Vietnam, Yemen and Indonesia through Raxul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



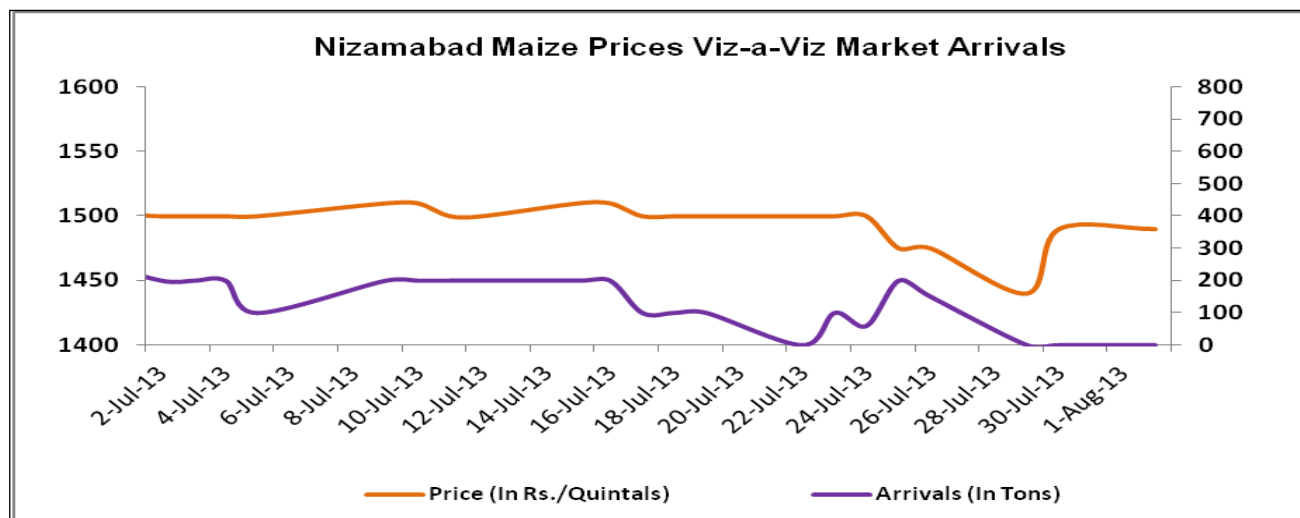
CURRENT MARKET DYNAMICS:

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

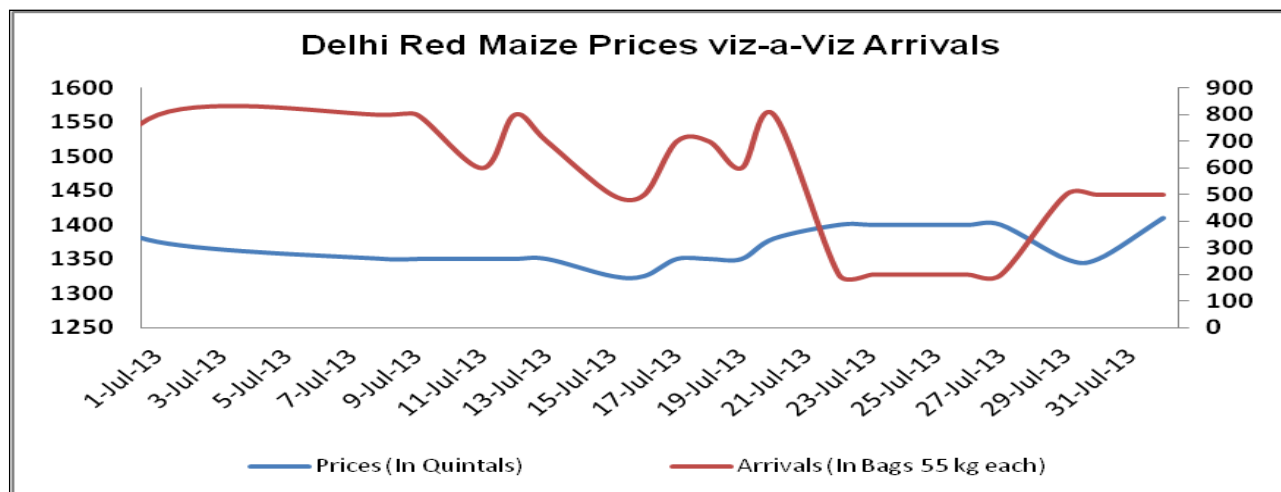
Bihar: During the week, Kolkata feed millers demand reported in a range of Rs. 1500-1550 per quintal. Maize is also moving towards west Bengal in a range of Rs. 1450-1500 per quintal.



Andhra Pradesh: In Nizamabad region of A.P., around 2.7 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 in a range of Rs.1370-1400 per quintal sourced from U.P. Sources revealed that lower quality arrivals could weigh on the prices.



BUSINESS FROM VARIOUS SOURCING CENTERS DURING THE SEASON TILL DATE:

Destination	By Road (Rs/MT)	By Rake (Rs/MT)
Kolkatta	15500 (Bihar Origin)	
West Bengal		15000 (Bihar Origin)
Delhi	14000 (U.P. Origin)	
Delhi	14100 (Bihar Origin)	
Punjab(Khanna)	13250 (Bihar Origin)	
Gujarat	15000 (Bihar Origin)	

MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

Market	Grade	2 Aug, 2013	Week Ago	Month Ago	2 Month Ago	Year Ago
New Delhi	Hybrid	1400	1425	1440	-	1365
	Red	1410	1400	1375	1425	-
Davangere	Bilty	1455	1560	-	-	1335
Shimoga	Bilty	1340	1430	1370	1350	-
Ranebennur	Bilty	-	-	-	1390	-
Bagalkot	Hybrid/Local	-	1420	-	1260	-
Gadag	Local	-	-	1311	-	-
Hubli	Local	-	-	-	1201	-
Naugachia	Bilty	1320	1300	-	1100	1200
Nizamabad	Bilty	1490	1475	1500	1360	-
Karimnagar	Local	-	1350	1480	1325	-
Khammam	Local	-	-	-	-	-
khanna	Bilty	1465	1450	1550	1350	1350
Ludhiana	Bilty	1400	1430	1450	-	1250
Sangli	Bilty	1564	1594	1641	1490	1488
Ahmedabad	Feed	1500	1500	1580	1450	1490
	Starch	1400	1400	1570	1475	1540

DOMESTIC MAIZE OUTLOOK:

Maize prices are likely to trade steady to weak. 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. Sluggish export demand due to poor quality arrivals also weigh on the market.

INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS:

As per USDA, U.S. corn export figures reached to 16,297,488 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 37% to 328,100 metric tons from the last week and 4% from the prior 4-week average. Out of total weekly exports of 328,100 for the period of July 19- 25, 2013 reported by U.S. to Japan (127,000 MT), Mexico (118,800 MT), Venezuela (62,800 MT), and El Salvador (7,000 MT).



Some other major International Corn Highlights during the week are:

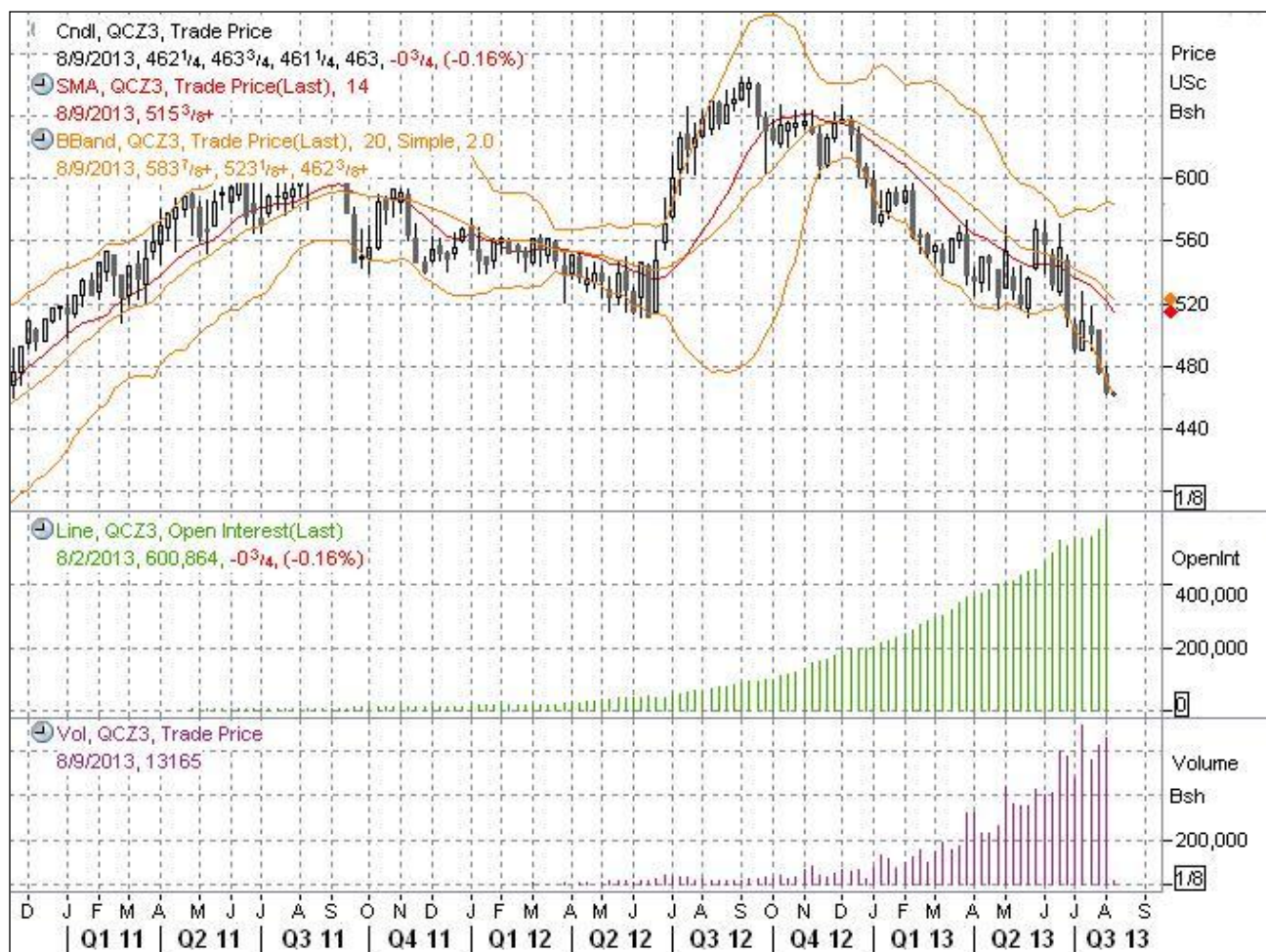
- As per the latest crop progress report released by USDA, Corn has silked by 71% as of 28th July, 2013 which is below 22% from the last year and 4% from the last 5 year average period. 8% corn has dough, below 27% from last year. However, 63% corn crop is in good to excellent condition which is above 39% as compared to last year.
- As per European trader, South Korea's largest animal feed maker Nonghyup Feed Inc. has made an initial purchase of 50,000 tons of corn from the Black Sea region at \$233.44 a ton c&f from CHS for arrival by Jan. 15, 2014. The tender was for up to 140,000 tons of corn.
- As per Reuter news, Singapore traders told that Asian corn buyers, including Indonesia and Vietnam, are largely covered for supplies until November but Malaysia is likely to be in the market for around 120,000 tons for October arrival. Asian buyers have been largely taking South American corn in contracts signed over the past month but some of the business is likely to shift to Ukraine, offering corn at \$240 a ton, C&F, for delivery in the fourth quarter, a discount of \$10 a ton on South American cargoes.

INTERNATIONAL MAIZE OUTLOOK:

Corn prices decreased on CBOT market due to good weather prospects in U.S Midwest.

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	01.8.2013	25.7.2013	Change
Corn CBOT Prices	Sep-13	191.88	195.23	-3.35
	Dec-13	183.81	188.44	-4.63
	Mar-14	188.83	193.36	-4.53
	May-14	191.88	196.5	-4.62
	July-14	194.14	198.96	-4.82

CBOT CORN FUTURES OUTLOOK:



(CBOT Corn Chart: Dec Contract)

- Candlestick chart pattern reveals downward trend in the market.
- Strategy: Markets participants should sell CBOT corn December contract at current level and the target would be 460 U.S cents/bushels.

FUTURES MARKET ANALYSIS: NCDEX MAIZE:

(September Contract Weekly Chart)

- Candlestick chart pattern reveals gain in the market.
- Prices closed below 9 and 18 days EMAs indicates to bearishness in the market.
- However, increase in prices with higher OI indicates to long build up in the market.
- **Strategy:** Buy at around 1269 level and target would be 1300 for the near term.

Maize NCDEX (September)

Support & Resistance				
S2	S1	PCP	R1	R2
1184	1210	1254	1304	1354

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