

## EXECUTIVE SUMMARY

Steady to firm sentiments witnessed in most of the major spot markets of maize during last week.

In Ahmadabad region of Gujarat, poultry feed makers demand reported firm by Rs. 25 per quintal for corn in a range of Rs. 1500-1625 per quintal. Starch feed makers demand also reported firm by Rs. 100 per quintal in a range of Rs.1430-1550 per quintal as compared to last week. Corn contained around 15-17% moisture, sourced from Bihar and U.P.

During the week, on daily basis, around 6-7 motors of maize moved towards Khanna market of Punjab in the range of Rs. 1285-1300 per quintal, sourced from Bihar.

## MAIZE KHARIF SOWING UPDATE:

### State-wise Area Coverage of Maize during Kharif 2013

(Area in Lakh  
ha)

Sl. No.	State	Normal Area (DES)	Normal Area of Corresp-onding Week	Area Covered (SDA)				Difference in Area coverage (2013) with			
				2013	2012	2011	2010	Normal of Corres-pondin g Week	2012	2011	2010
1	2	3	4	5	6	7	8	9	10	11	12
<b>North West India</b>											
1	Haryana	0.11	0.12	0.260	0.090	0.130	0.130	0.14	0.17	0.13	0.13
2	Himachal Pradesh	2.97	2.87	2.970	2.961	2.950	2.920	0.10	0.01	0.02	0.05
3	Jammu & Kashmir	3.10	1.94	2.074	2.050	2.063	2.023	0.13	0.02	0.01	0.05
4	Punjab	1.40	1.47	1.520	1.350	1.400	1.500	0.05	0.17	0.12	0.02
5	Rajasthan	10.76	10.29	9.600	9.634	10.506	10.670	-0.69	-0.03	-0.91	-1.07
6	Uttar Pradesh	7.56	8.21	8.080	7.370	8.020	9.140	-0.13	0.71	0.06	-1.06
7	Uttarakhand	0.29	0.37	0.420	0.330	0.340	0.530	0.05	0.09	0.08	-0.11
<b>Central India</b>											
1	Chhattisgarh	1.03	1.64	2.168	1.652	1.573	1.690	0.53	0.52	0.60	0.48
2	Gujarat	4.13	3.93	3.410	3.608	3.884	3.760	-0.52	-0.20	-0.47	-0.35
3	Madhya Pradesh	8.49	8.75	10.020	9.040	8.730	8.810	1.27	0.98	1.29	1.21
4	Maharashtra	6.52	6.02	9.278	6.798	5.846	6.680	3.26	2.48	3.43	2.60

	htra										
5	Orissa	0.85	2.26	2.501	2.515	2.360	2.259	0.25	-0.01	0.14	0.24
<b>Southern Peninsula</b>											
1	Andhra Pradesh	4.98	4.42	5.860	4.880	4.400	4.260	1.44	0.98	1.46	1.60
2	Karnataka	10.81	9.59	11.610	8.750	10.440	10.430	2.02	2.86	1.17	1.18
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
<b>East &amp; North East India</b>											
1	Assam	0.19	0.13	0.190	0.100	0.140	0.150	0.06	0.09	0.05	0.04
2	Bihar	2.46	3.01	4.400	3.410	3.060	2.990	1.39	0.99	1.34	1.41
3	Jharkhand	1.98	2.01	2.340	2.470	2.310	1.850	0.33	-0.13	0.03	0.49
4	West Bengal	0.35	0.49	0.450	0.380	0.550	0.560	-0.04	0.07	-0.10	-0.11
	<b>Others</b>	1.46	1.36	1.428	1.817	1.145	1.284	0.07	-0.39	0.28	0.14

Maize sowing has almost completed in all the major growing states of India and this season maize is planted in higher area due to timely rainfall and increase in MSP for kharif crop at Rs. 1310 per quintal.

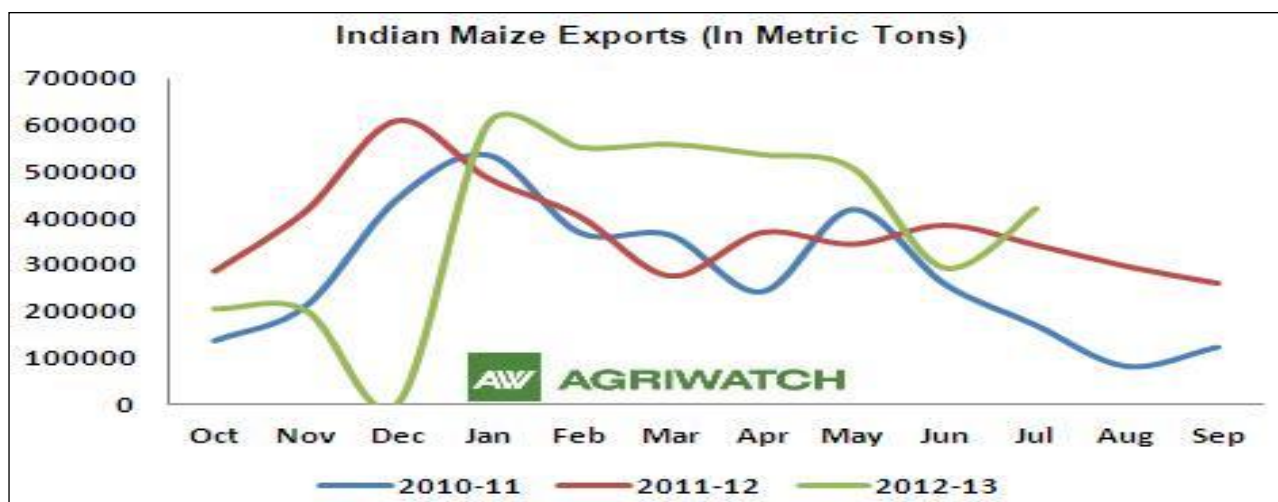
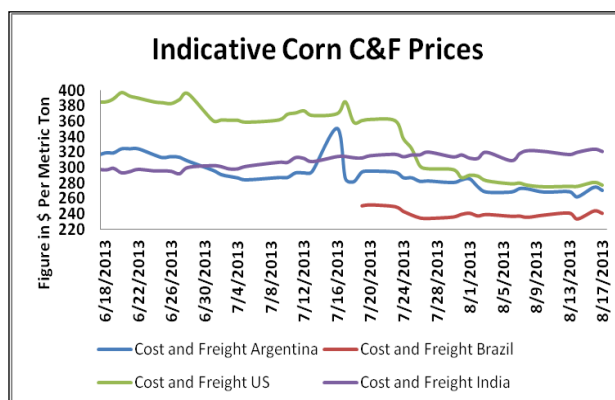
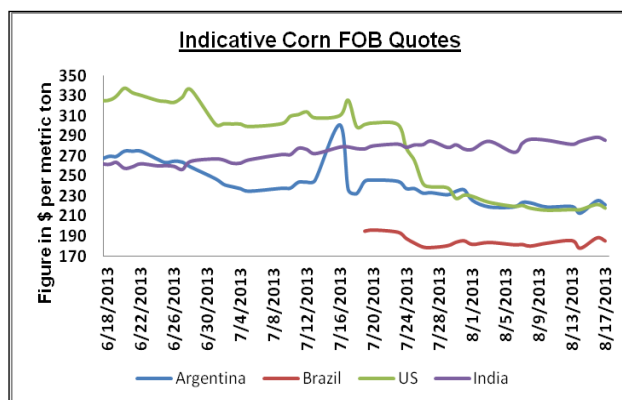
Agriwatch expect better yield for the kharif crop due to favourable weather but actual scenario will be identified in the September month.

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 7.906 million hectares as of 14th August, 2013 against 6.944 million hectares sown in 2012-13.

### ON THE EXPORT FRONT:

During the week, as per Agriwatch trade sources, Kolkata feed millers demand reported at Rs.1450 per quintal, sourced from Bihar.

As per IBIS data, During the month of July'13, 0.421 million tons corn exports reported to Malaysia, Nepal, Vietnam and Taiwan through Tondiarpet ICD, Raxul LCS, JNPT, Kolkata Sea, Chennai Sea, and Vizag port.

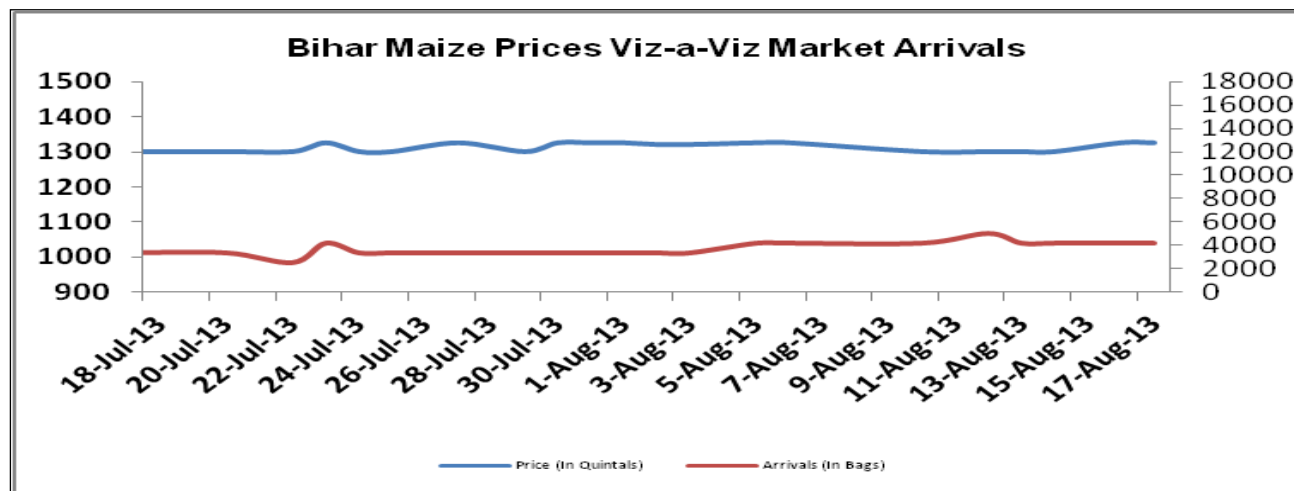


Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 61.7)				
	Argentina	Brazil	US	India
FOB	220.96	185.55	218.03	286
Cost and Freight (C&F)	270.96	240.55	278.03	321

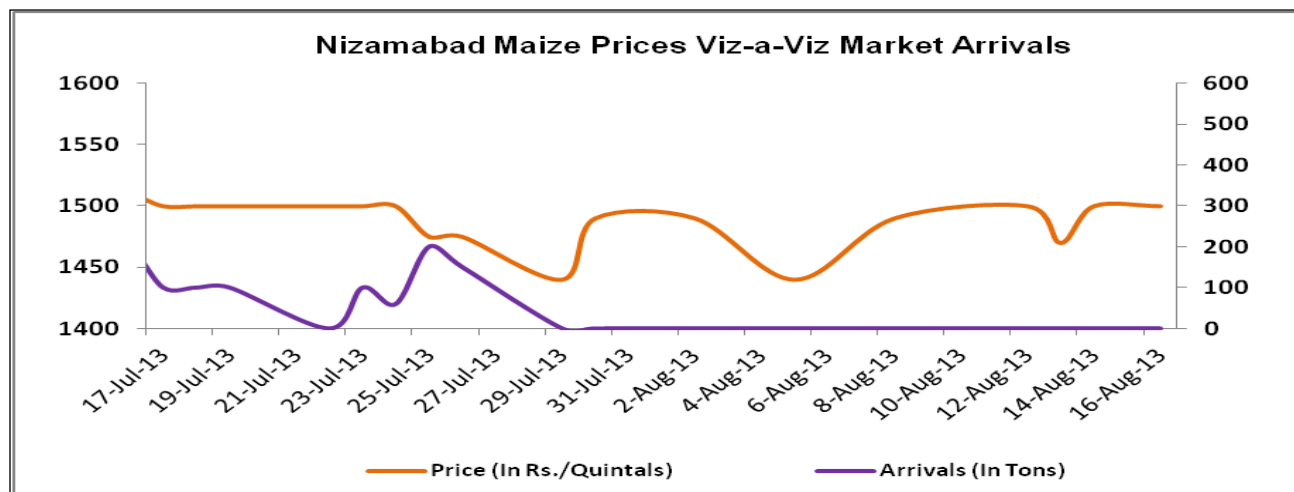
### CURRENT MARKET DYNAMICS:

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

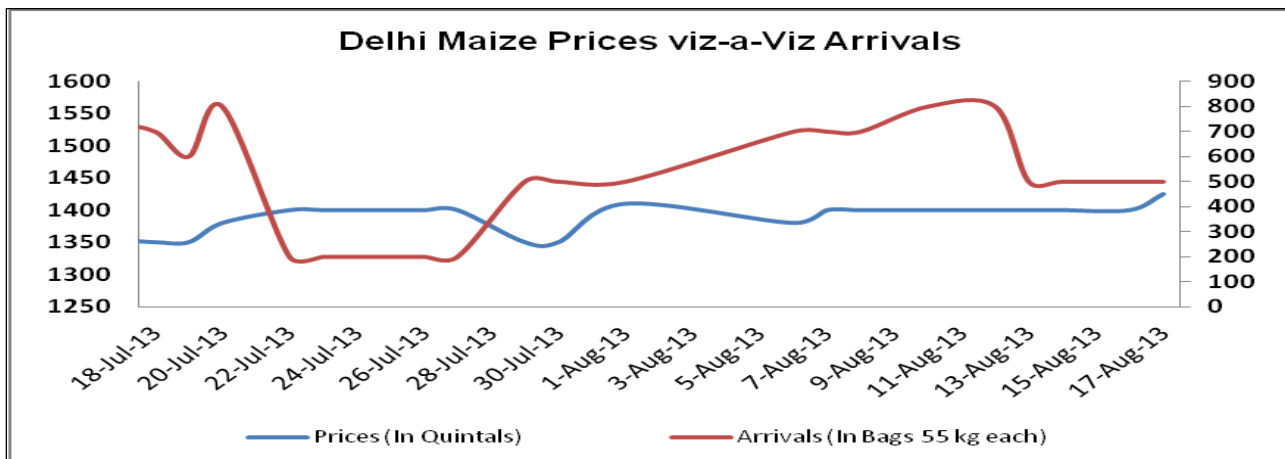
**Bihar:** During the week, Kolkata feed millers demand reported at Rs. 1450 per quintal.



**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 firm in a range of Rs.1380-1425 per quintal due to increase in demand from poultry, sourced from U.P.



#### BUSINESS FROM VARIOUS SOURCING CENTERS DURING THE SEASON TILL DATE:

Destination	By Road (Rs/MT)	By Rake (Rs/MT)
Kolkatta	14500 (Bihar Origin)	
Delhi	14250 (U.P. Origin)	
Punjab(Khanna)		12850 (Bihar Origin)
Gujarat	15500 (Bihar Origin)	

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

Market	Grade	16 Aug, 2013	Week Ago	Month Ago	2 Month Ago	Year Ago
New Delhi	Hybrid	1400	1400	1430	1420	1300
	Red	-	-	1325	1450	-
Davangere	Bilty	1474	1450	-	-	1360
Shimoga	Bilty	-	-	1400	-	-
Ranebennur	Bilty	-	-	-	-	-
Bagalkot	Hybrid/Local	-	-	1500	1505	-

Gadag	Local	-	1401	-	1321	-
Hubli	Local	-	-	-	-	-
Naugachia	Bilty	1325	1300	1300	1175	1175
Nizamabad	Bilty	1500	-	1510	-	-
Karimnagar	Local	-	-	1425	-	-
Khammam	Local	-	-	-	-	-
khanna	Bilty	1410	1470	1480	-	1280
Ludhiana	Bilty	1325	1325	1480	-	1225
Sangli	Bilty	1588	1583	1614	1570	1496
Ahmedabad	Feed	1600	1600	1550	1510	1450
	Starch	1520	1450	1500	1550	1470

### DOMESTIC MAIZE OUTLOOK:

*Sluggish exports and expectations of a record output later in September and October is likely to weigh on domestic maize prices.*

### INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS:

As per USDA, U.S. corn export figures reached to 17,105,295 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 down by 12% to 377,400 metric tons from the last week but up 7% from the prior 4-week average. Out of total weekly exports of 377,400 for the period of July 2- 8, 2013 reported by U.S. to Japan (212,400 MT), Mexico (93,500 MT), Guatemala (20,200 MT), and Venezuela (20,000 MT).



Some other major International Corn Highlights during the week are:

- As per Reuter news, South Korea's Korea Feed Association bought 68,000 tons of corn at \$232.86 a ton c&f from ADM for arrival by Feb. 15, 2014 and FLC purchased 68,000 tons of corn at \$232.80 a ton c&f for arrival by Feb. 10, 2014, can be sourced optionally from the United States or South America. Meanwhile, Taiwan Sugar Corp. purchased 29,000 tons of U.S.-origin corn at the flat price of \$277.13 a ton c&f from ADM for the shipment between Sept.22 to Oct. 6 from the U.S. Gulf Coast or between Oct.7-21 from the U.S. Pacific coast.
- As per the latest crop progress report released by USDA, Corn has silked by 94% as of 11th August, 2013 which is below 6% from the last year and 1% from the last 5 year average period. 32% dough condition reported in corn, below 44% from last year. Also, 5% dent reported in corn, also below 34% from the last year. 64% corn crop is in good to excellent condition, same from last week but above 41% as compared to last year.

### **INTERNATIONAL MAIZE OUTLOOK:**

***Corn prices increased on CBOT market after USDA projected lower ending stock for 2013/14 by 122 million bushels. Meanwhile, poor rains over the weekend in the U.S. crop belt threatened yield also support to firmness. However, weather conditions will be the major factor to determine the further market movement.***

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	16.8.2013	9.8.2013	Change
Corn CBOT Prices	Sep-13	186.47	183.32	3.15
	Dec-13	182.43	178.4	4.03
	Mar-14	187.35	183.71	3.64
	May-14	190.5	186.96	3.54
	July-14	192.86	189.42	3.44



### CBOT CORN FUTURES OUTLOOK:



(CBOT Corn Chart: Dec Contract)

- Candlestick chart pattern reveals gain in the market.
- Strategy: Markets participants should buy CBOT corn December contract at 468 level and the target would be 476 U.S cents/bushels.



**FUTURES MARKET ANALYSIS: NCDEX MAIZE:**

**(October Contract Weekly Chart)**

- Candlestick chart pattern reveals bearish sentiment in the market.
- Decrease in prices with lower volumes and OI indicates to consolidation.
- **Strategy:** Sell at rally and target would be 1227 for the near term.

**Maize NCDEX (October)**

Support & Resistance				
S2	S1	PCP	R1	R2
1194	1222	1244	1267	1340

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