

## 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 down by Rs. 50 per quintal for corn in a range of Rs. 1600-1700 per quintal. Starch feed makers demand also reported down by Rs. 25 per quintal in a range of Rs.1500-1575 per quintal as compared to last week, sourced from Bihar and U.P.

During the week, on daily basis, around 8 motors of maize moved towards Khanna market of Punjab in the range of Rs. 1285-1350 per quintal, 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 8.05 million hectares as of 29th August, 2013 against 7.19 million hectares sown in 2012-13.

### State-wise Area Coverage of Maize as of 21st Aug'13

(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
<b>North West India</b>											
1	Haryana	0.11	0.12	0.26	0.11	0.13	0.13	0.14	0.15	0.13	0.13
2	Himachal Pradesh	2.97	2.88	2.97	2.96	2.95	2.97	0.09	0.01	0.02	0.00
3	Jammu & Kashmir	3.10	1.95	2.07	2.05	2.06	2.02	0.13	0.02	0.01	0.05
4	Punjab	1.40	1.47	1.52	1.35	1.40	1.50	0.05	0.17	0.12	0.02
5	Rajasthan	10.76	10.33	9.67	9.68	10.51	10.86	-0.67	-0.01	-0.84	-1.19
6	Uttar Pradesh	7.56	8.35	8.13	7.83	8.02	9.28	-0.22	0.30	0.11	-1.15
7	Uttarakhand	0.29	0.37	0.42	0.33	0.35	0.53	0.05	0.09	0.07	-0.11
<b>Central India</b>											
1	Chhattisgarh	1.03	1.65	2.23	1.65	1.61	1.69	0.58	0.58	0.62	0.54
2	Gujarat	4.13	4.05	3.42	3.65	3.94	4.25	-0.63	-0.23	-0.52	-0.83
3	Madhya Pradesh	8.49	8.77	10.02	9.04	8.74	8.81	1.25	0.98	1.28	1.21

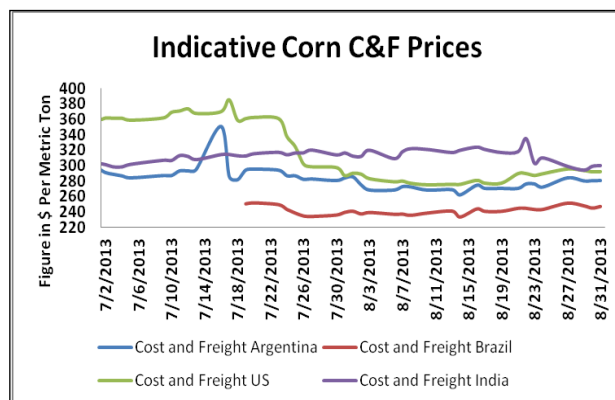
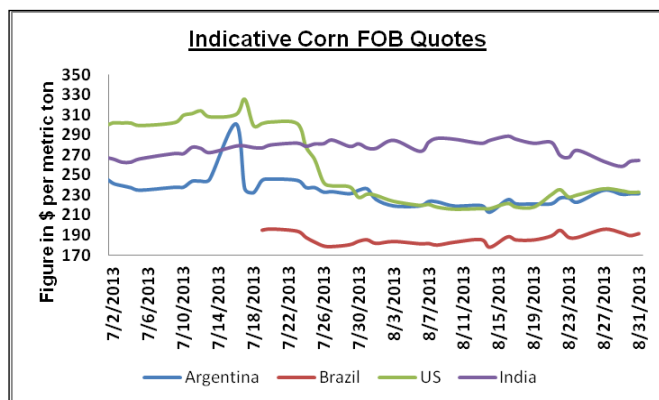
4	Maharashtra	6.52	6.34	9.50	6.86	6.75	6.74	3.16	2.64	2.76	2.76
5	Orissa	0.85	2.27	2.54	2.55	2.36	2.26	0.27	-0.01	0.18	0.28
<b>Southern Peninsula</b>											
1	Andhra Pradesh	4.98	4.51	5.95	4.97	4.64	4.30	1.44	0.98	1.31	1.65
2	Karnataka	10.81	10.03	11.90	9.45	11.15	10.50	1.87	2.45	0.75	1.40
3	Kerala	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	0.29	0.10	0.24	0.31	0.22	-0.20	-0.15	-0.22	-0.12
<b>East &amp; North East India</b>											
1	Assam	0.19	0.13	0.19	0.10	0.14	0.15	0.06	0.09	0.05	0.04
2	Bihar	2.46	3.10	4.42	3.76	3.06	2.99	1.32	0.66	1.36	1.43
3	Jharkhand	1.98	2.03	2.48	2.48	2.31	1.85	0.45	0.00	0.17	0.63
4	West Bengal	0.35	0.49	0.45	0.38	0.57	0.56	-0.04	0.07	-0.12	-0.11
	<b>Others</b>	1.46	1.36	1.43	1.82	1.15	1.28	0.07	-0.39	0.28	0.14

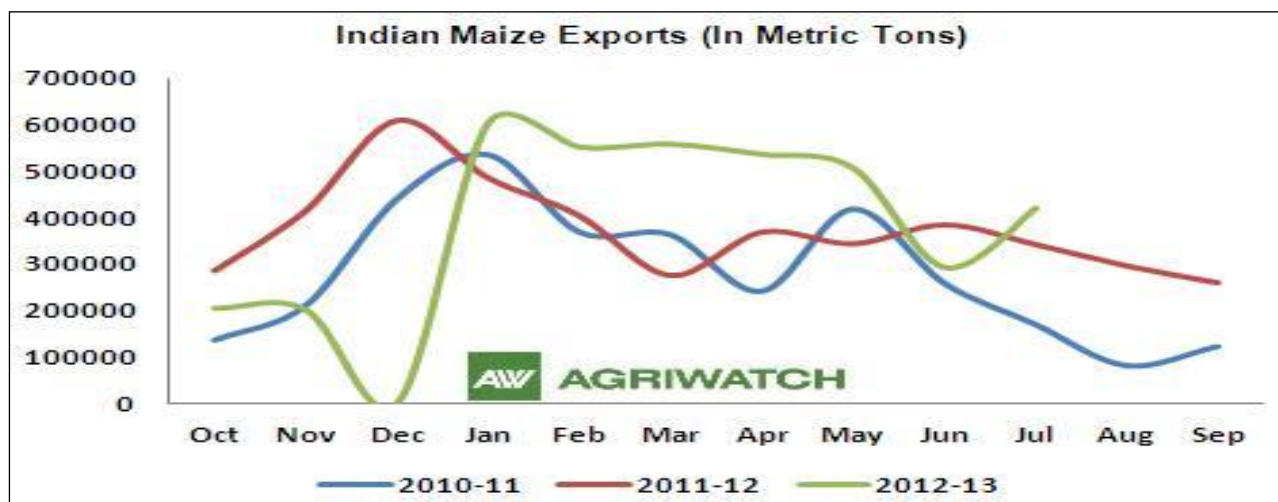
### ON THE EXPORT FRONT:

During the week, as per Agriwatch trade sources, Kolkata feed millers demand reported steady in a range of Rs.1450-1500 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.

<b>Indian C&amp;F Rate to Thailand vs. other Countries (\$1= Rs. 65.71)</b>				
	<b>Argentina</b>	<b>Brazil</b>	<b>US</b>	<b>India</b>
<b>FOB</b>	231.1	191.85	232.94	265
<b>Cost and Freight (C&amp;F)</b>	281.1	246.85	292.94	300

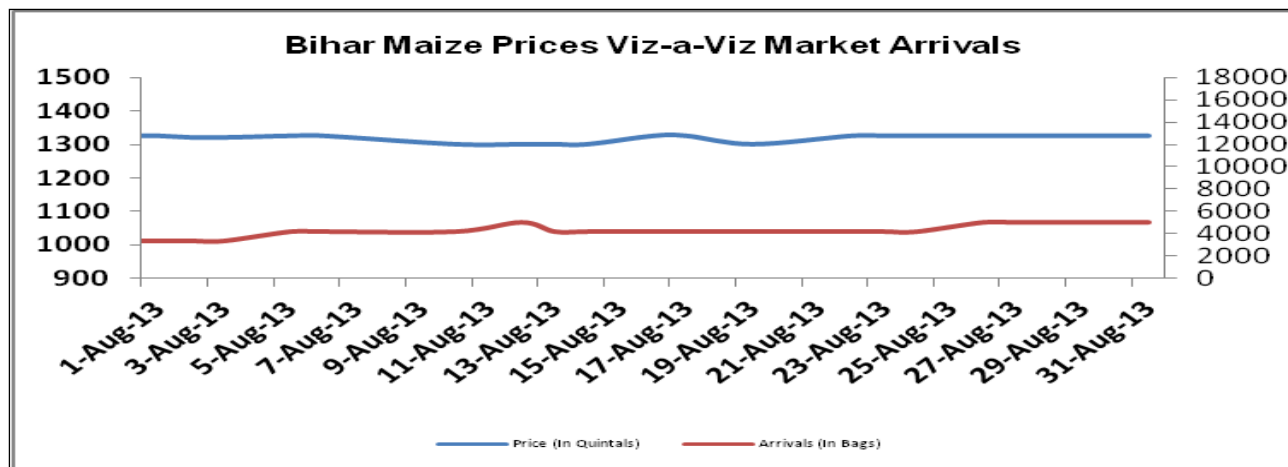




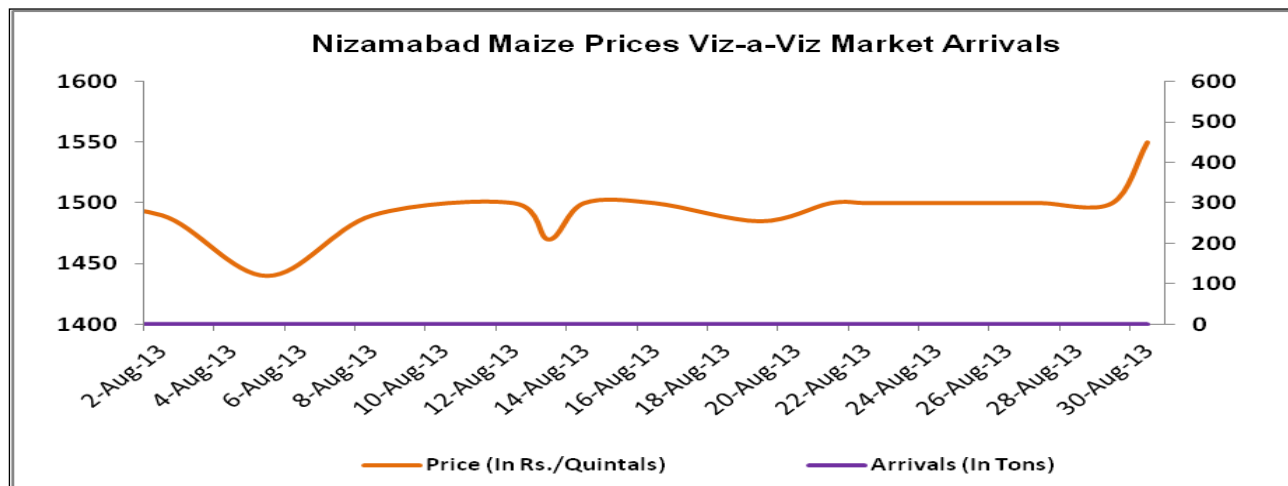
### CURRENT MARKET DYNAMICS:

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

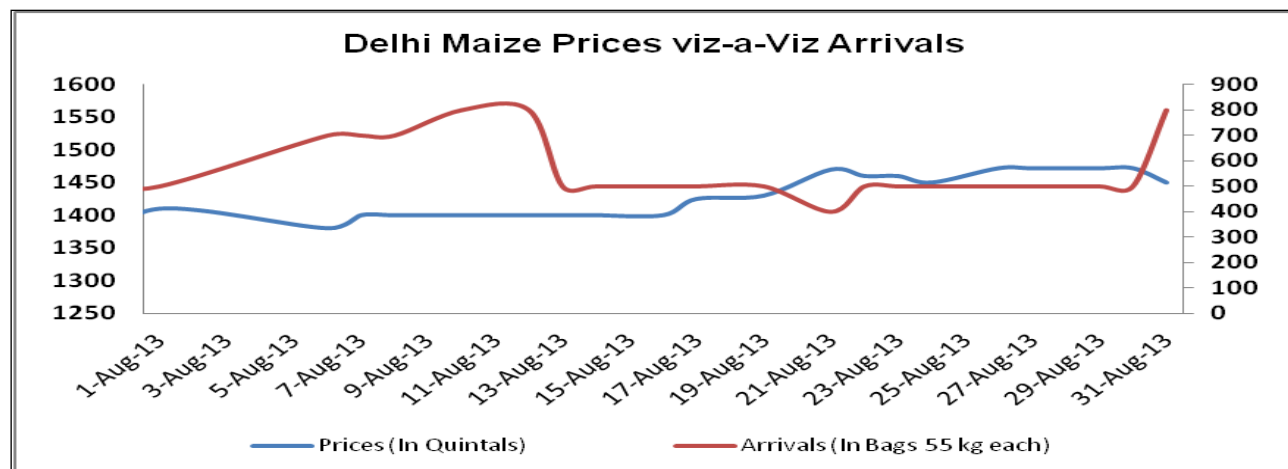
**Bihar:** During the week, Kolkata feed millers demand reported steady in a range of Rs. 1450-1500 per quintal.



**Andhra Pradesh:** As per trade sources, maize prices could trade firm in the near term due to lower supply in the market.



**Delhi:** During the week, hybrid maize traded steady in a range of Rs.1450-1472 per quintal, sourced from U.P. Sources revealed that maize could trade higher in the coming days due to increase in demand from poultry feed makers.



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

Destination	By Road (Rs/MT)	By Rake (Rs/MT)
<b>Kolkatta</b>	15000 (Bihar Origin)	
<b>Delhi</b>	14500 (U.P. Origin)	
<b>Punjab(Khanna)</b>		13500 (Bihar Origin)
<b>Gujarat</b>	15300 (Bihar Origin)	

**MAIZE SPOT MARKET PRICES (RS. /QUINTAL)**

Market	Grade	30 Aug, 2013	Week Ago	Month Ago	2 Month Ago	Year Ago
<b>New Delhi</b>	Hybrid	1472	1460	1400	1430	1400
	Red	-	-	1350	-	-
<b>Davangere</b>	Bilty	1493	1505	1465	1488	1490
<b>Shimoga</b>	Bilty	1290	1440	-	-	-
<b>Ranebennur</b>	Bilty	-	-	-	-	-
<b>Bagalkot</b>	Hybrid/Local	-	-	-	-	-
<b>Gadag</b>	Local	1425	1405	-	1366	-
<b>Hubli</b>	Local	-	1251	-	-	-
<b>Naugachia</b>	Bilty	-	1325	1325	-	1300
<b>Nizamabad</b>	Bilty	1550	1500	1490	-	-
<b>Karimnagar</b>	Local	-	1330	1318	-	-
<b>Khammam</b>	Local	-	-	-	-	-
<b>khanna</b>	Bilty	1417	1400	1450	1500	1360
<b>Ludhiana</b>	Bilty	1460	1440	1430	1500	1350
<b>Sangli</b>	Bilty	1650	1678	1567	1632	1618
<b>Ahmedabad</b>	Feed	1650	1700	1530	1570	1580
	Starch	1500	1550	1450	1520	1550

**DOMESTIC MAIZE OUTLOOK:**

***Prices of maize could trade higher till the new crop arrivals in the market as supply is lower in the market. However, weak exports and expectations of higher production are likely to limit the gain.***

**INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS:**

As per USDA, U.S. corn export figures reached to 17,608,121 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 by 90% to 329,300 metric tons from the last week and 1% from the prior 4-week average. Out of total weekly exports of 3,29,300 MT for the period of Aug 16 –22, 2013 reported by U.S. to Japan (181,500 MT), Mexico (99,100 MT), Venezuela (20,000 MT), and Taiwan (9,800 MT).



Some other major International Corn Highlights during the week are:

- As per the latest crop progress report released by USDA, 70% dough condition reported in corn as of 25th August, 2013, below 24% from the last year and 9% from the last 5 year average period. Also, 23% dent reported in corn, below 50% from the last year and 22% from the last 5 year average period. 59% corn crop is in good to excellent condition, below 2% from last week but above 37% as compared to last year.
- As per Reuter news, preliminary Japanese government data shows that Japan's use of corn in animal feed production fell to 42% in the June'13 from 43.3% during the same month last year as users turned to alternatives such as sorghum.

**INTERNATIONAL MAIZE OUTLOOK:**

***Corn prices on CBOT market could decrease on the forecast for rain and cooler temperatures across the U.S. Midwest grain belt. Weather conditions will be the major factor to determine the further market movement.***

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	30.8.2013	22.8.2013	Change
Corn CBOT Prices	Sep-13	195.72	196.01	-0.29
	Dec-13	189.52	190.21	-0.69
	Mar-14	194.54	195.13	-0.59
	May-14	197.59	197.98	-0.39
	July-14	199.75	200.34	-0.59

### CBOT CORN FUTURES OUTLOOK:



(CBOT Corn Chart: Dec Contract)

- Candlestick chart pattern reveals gain in the market. However, corn could trade down in the near term on the forecast for rain and cooler temperatures across the U.S. Midwest grain belt.
- Strategy: Markets participants should sell CBOT corn December contract at around 482 U.S cents/bushels and the target would be 473 U.S cents/bushels.



**FUTURES MARKET ANALYSIS: NCDEX MAIZE:**

**(September Contract Weekly Chart)**

- Candlestick chart pattern reveals that prices could move in a range of Rs. 1361-1394 in the market, breaching the level, prices could go down to 1339 level.
- RSI is moving down in neutral zone.
- **Strategy:** Sell at rally and target would be 1339 for the near term.

**Maize NCDEX (September)**

Support & Resistance				
S2	S1	PCP	R1	R2
1247	1315	1376	1440	1499

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