

## 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. 1600-1700 per quintal. However, starch feed makers demand reported down by Rs. 25 per quintal in a range of Rs.1480-1550 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. 1150-1325 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. Agriwatch forecast above 15.5 million tons maize production for the kharif crop of this season.

### State-wise Area Coverage of Maize as of 29th Aug'13

(Area in  
Lakh ha)

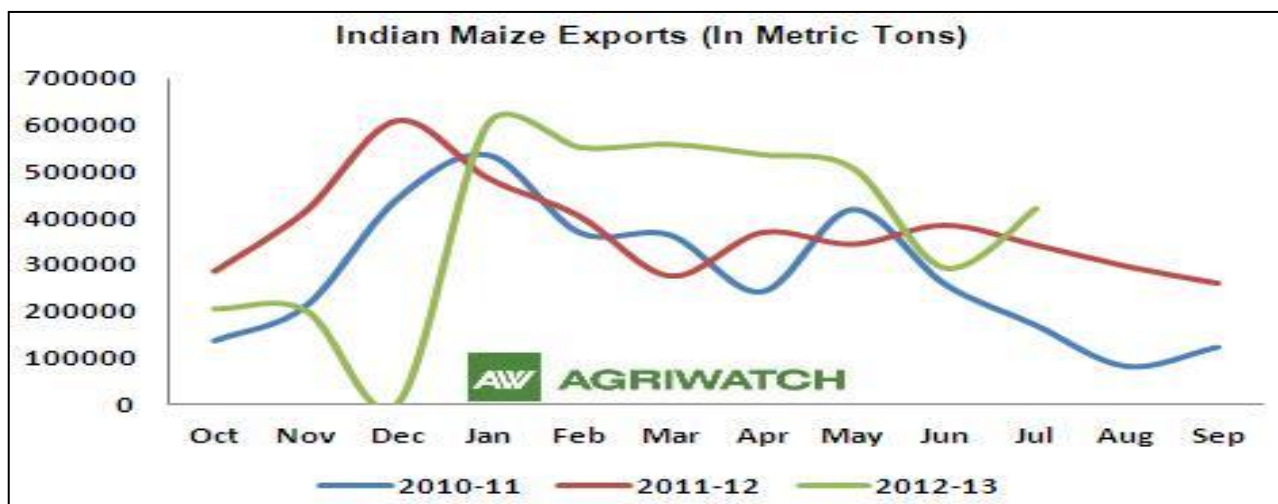
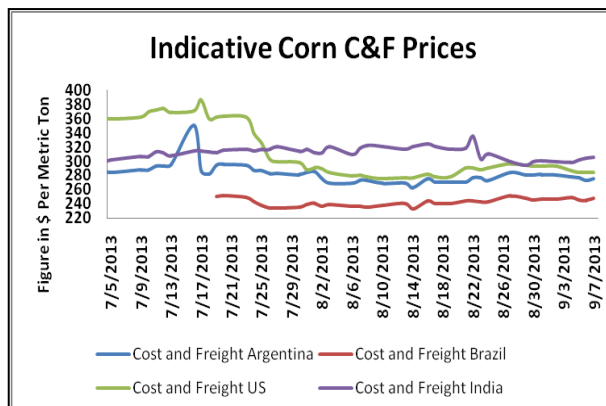
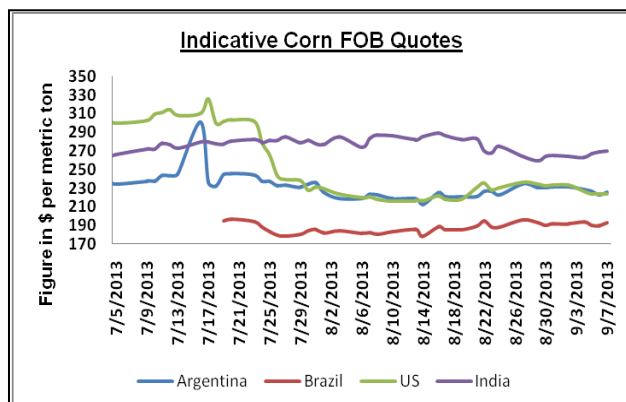
Sl. N o.	State	Normal Area (DES)	Normal Area of Corresponding Week	Area Covered (SDA)				Difference in Area coverage (2013) with			
				2013	2012	2011	2010	Normal of Corresponding Week	2012	2011	2010
1	2	3	4	5	6	7	8	9	10	11	12
<b>North West India</b>											
1	Haryana	0.11	0.12	0.26	0.11	0.13	0.13	0.14	0.15	0.13	0.13
2	Himachal Pradesh	2.97	2.88	2.97	2.97	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	2.03	0.13	0.02	0.01	0.04
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	10.34	9.67	9.68	10.54	10.88	-0.68	-0.01	-0.87	-1.21
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	1.70	2.23	1.65	1.79	1.71	0.53	0.58	0.44	0.52
2	Gujarat	4.13	4.05	3.42	3.68	3.94	4.25	-0.63	-0.26	-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	6.52	9.53	6.85	6.75	6.86	3.01	2.68	2.78	2.67
5	Orissa	0.85	2.30	2.56	2.55	2.41	2.35	0.26	0.00	0.15	0.21
<b>Southern Peninsula</b>											
1	Andhra Pradesh	4.98	4.51	6.09	5.14	4.79	4.30	1.58	0.95	1.30	1.79
2	Karnataka	10.81	10.03	12.20	9.85	11.15	10.84	2.17	2.35	1.05	1.36
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	0.39	0.36	-0.20	-0.15	-0.29	- 0.26
<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	3.12	4.42	3.76	3.09	3.03	1.30	0.66	1.33	1.39
3	Jharkhand	1.98	2.05	2.48	2.48	2.34	1.94	0.43	0.00	0.14	0.54
4	West Bengal	0.35	0.50	0.45	0.43	0.57	0.56	-0.05	0.02	-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.



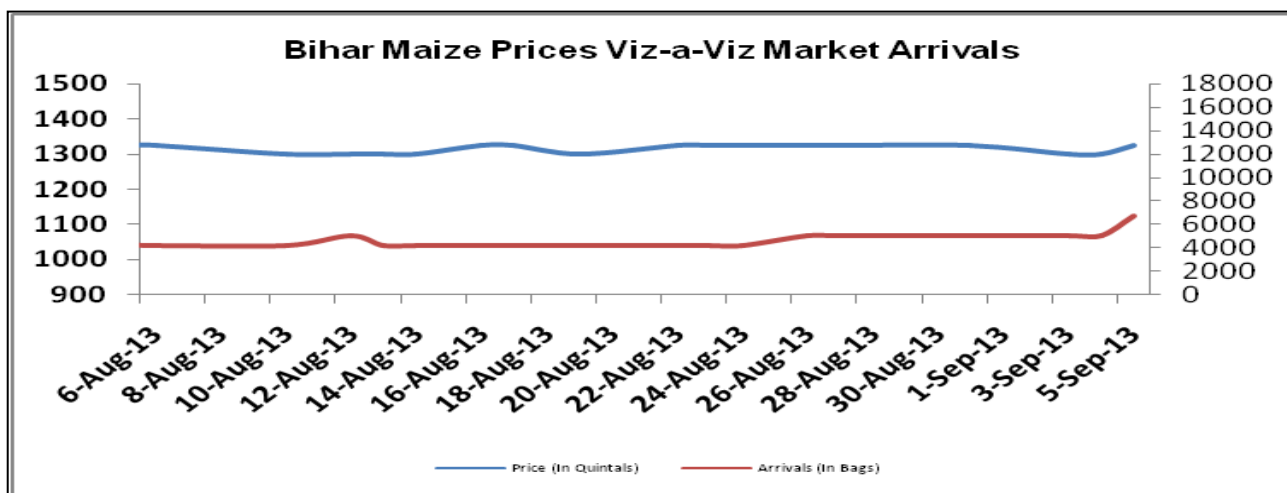
Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 65.24)

	Argentina	Brazil	US	India
FOB	225.69	192.7	223.61	270
Cost and Freight (C&F)	275.69	247.7	283.61	305

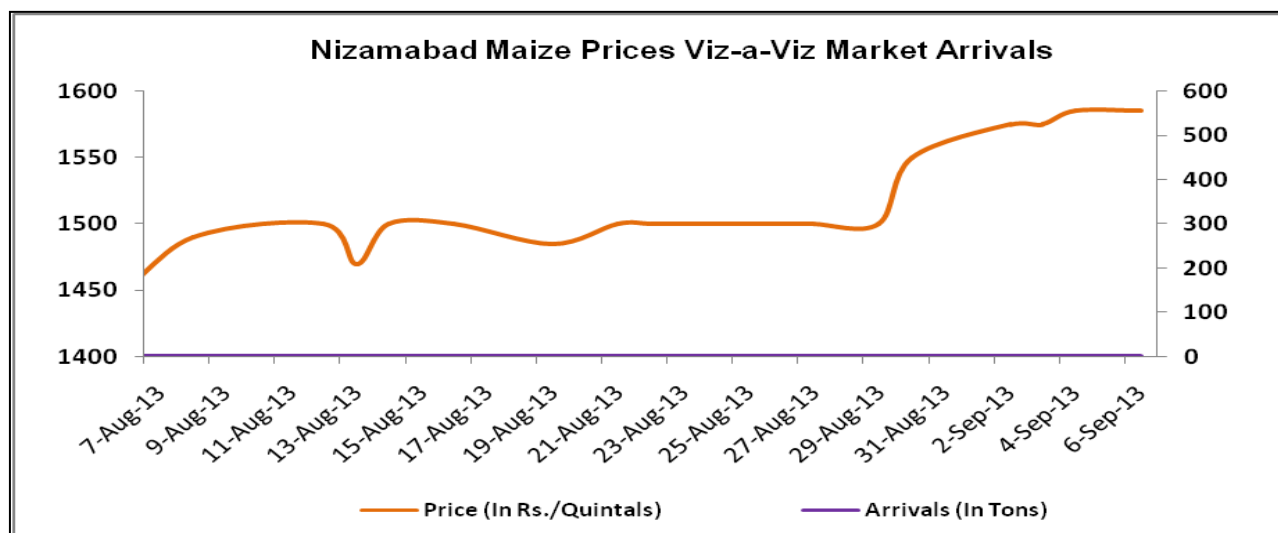
## CURRENT MARKET DYNAMICS:

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

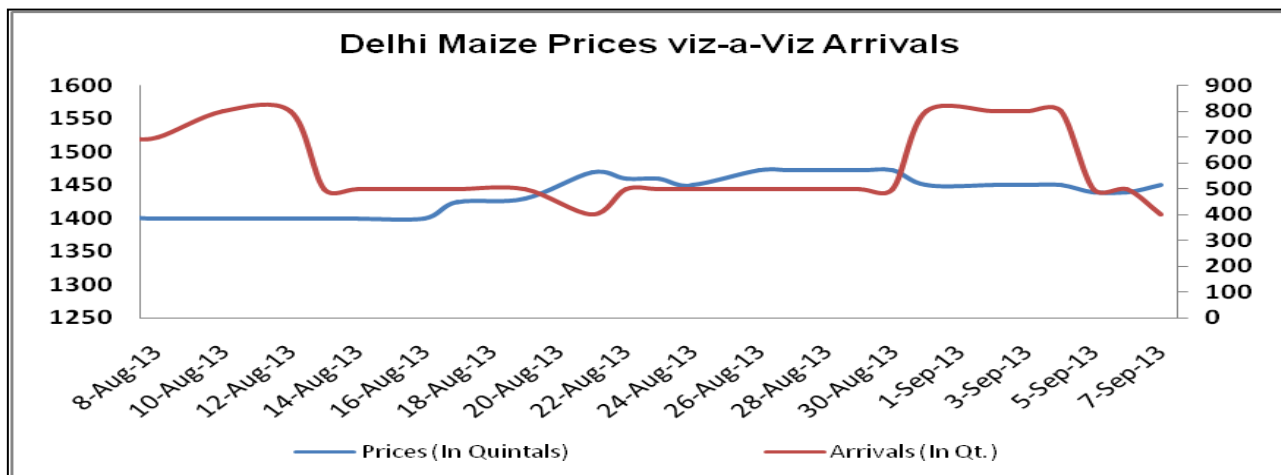
**Bihar:** During the week, Kolkata feed millers demand reported steady in a range of Rs. 1450-1500 per quintal.



**Andhra Pradesh:** As per trade sources, maize prices could trade firm in the near term due to lower supply in the market. Maize stock could be around 50,000 bags in the Nizamabad market.



**Delhi:** During the week, hybrid maize traded slightly lower in a range of Rs.1440-1450 per quintal, sourced from U.P. However, sources revealed that maize could trade steady in the coming days.



**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>		13250 (Bihar Origin)
<b>Gujarat</b>	15000 (Bihar Origin)	

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

Market	Grade	6 Sep, 2013	Week Ago	Month Ago	2 Month Ago	Year Ago
<b>New Delhi</b>	Hybrid	1440	1472	1380	1450	1380
	Red	-	-	-	-	-
<b>Davangere</b>	Bilty	1505	1493	1430	1575	1474
<b>Shimoga</b>	Bilty	1460	1290	1410	1370	-
<b>Ranebennur</b>	Bilty	-	-	-	-	-
<b>Bagalkot</b>	Hybrid/Local	-	-	-	-	-
<b>Gadag</b>	Local	-	1425	-	1410	-

Hubli	Local	-	-	-	-	-
Naugachia	Bilty	-	-	1325	1250	1350
Nizamabad	Bilty	1585	1550	1440	1500	-
Karimnagar	Local	1556	-	-	1416	-
Khammam	Local	-	-	-	-	-
khanna	Bilty	1450	1417	1400	1550	1350
Ludhiana	Bilty	1460	1460	1400	1450	1325
Sangli	Bilty	1639	1650	1574	1661	1583
Ahmedabad	Feed	1650	1650	1550	1625	1500
	Starch	1525	1500	1420	1600	1540

### 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, 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 17,979,535 metric tons for the 2012-13 marketing year which is lowered by ~52.5% from the last marketing year during the same period. However, corn exports were up by 13% to 371,400 metric tons from the last week and from the prior 4-week average. Out of total weekly exports of 3,71,400 MT for the period of Aug 23 –29, 2013 reported by U.S. to Mexico (174,800 MT), Japan (102,400 MT), Taiwan (33,300 MT), and Cuba (25,000 MT).



Some other major International Corn Highlights during the week are:

- As per the latest crop progress report released by USDA, 84% dough condition reported in corn as of 1st September, 2013, below 13% from the last year and 5% from the last 5 year average period. Also, 42% dent reported in corn, below 42% from the last year and 19% from the last 5 year average period. 4% crop of corn has matured, below 34% from the last year. 56% corn crop is in good to excellent condition, below 3% from last week but above 34% as compared to last year.
- As per Reuter news, Malaysian feed millers are looking to cover 120,000 tons of corn for arrival in November-December from Indian corn but rest of the market in Asia is pretty much covered for the year with South American cargoes.
- As per Reuter news, Crop forecaster Lanworth lowered its estimates for the U.S. corn at 13.330 billion bushels, based on an average yield of 151.6 bushels per acre due to dry conditions and high temperatures across major production areas in the Midwest. Its previous estimates were for a 13.406 billion bushel crop, based on an average yield of 152.4 bushels per acre.

### **INTERNATIONAL MAIZE OUTLOOK:**

***Corn prices on CBOT market could decrease as harvest has started in some state of the U.S. Also, expectation of higher output could also weigh on the market.***

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	5.9.2013	30.8.2013	Change
<b>Corn CBOT Prices</b>	<b>Sep-13</b>	192.67	195.72	<b>-3.05</b>
	<b>Dec-13</b>	181.45	189.52	<b>-8.07</b>
	<b>Mar-14</b>	186.57	194.54	<b>-7.97</b>
	<b>May-14</b>	189.91	197.59	<b>-7.68</b>
	<b>July-14</b>	192.37	199.75	<b>-7.38</b>

**CBOT CORN FUTURES OUTLOOK:**



**(CBOT Corn Chart: Dec Contract)**

- Candlestick chart pattern reveals bearish sentiment in the market.
- Strategy: Markets participants should sell CBOT corn December contract at current level and the target would be 452 U.S cents/bushels.



**FUTURES MARKET ANALYSIS: NCDEX MAIZE:**

**(November Contract Weekly Chart)**

- Candlestick chart pattern reveals that prices could trade down in the market.
- RSI is moving down in neutral zone support to bearishness.
- **Strategy:** Sell at around 1270 and target would be 1246 for the near term.

**Maize NCDEX (November)**

Support & Resistance				
S2	S1	PCP	R1	R2
1222	1241	1258	1296	1311

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