

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. 1520-1700 per quintal. However, starch feed makers demand reported down by Rs. 25 per quintal in a range of Rs.1480-1525 per quintal as compared to last week, sourced from Bihar and U.P.

During the week, on daily basis, around 9 motors of maize moved towards Khanna market of Punjab in the range of Rs. 1300-1350 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 8.19 million hectares as of 12th September, 2013 against 7.4 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)

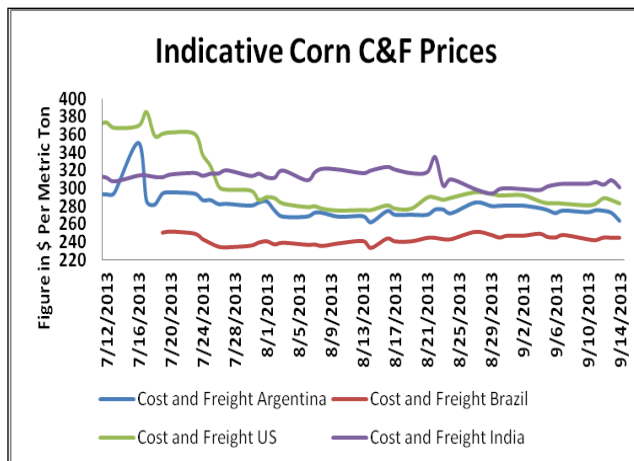
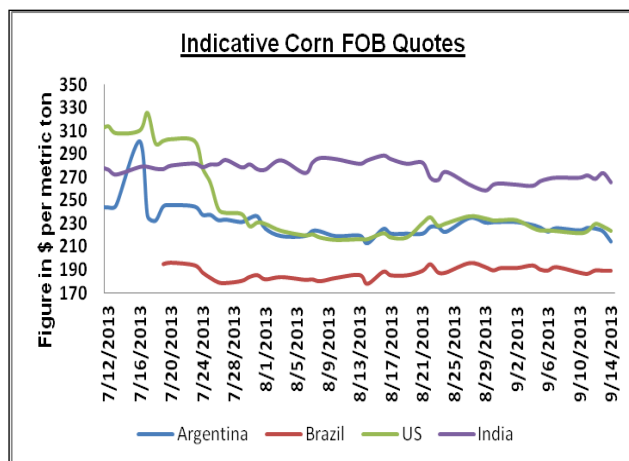
Sl. N o.	State	Normal Area (DES)	Normal Area of Corres pondin g Week	Area Covered (SDA)				Difference in Area coverage (2013) with			
				2013	2012	2011	2010	Normal of Corres pondin g Week	2012	2011	2010
1	2	3	4	5	6	7	8	9	10	11	12
North West India											
1	Haryana	0.11	0.12	0.26	0.11	0.13	0.13	0.14	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	Uttarakha nd	0.29	0.37	0.42	0.33	0.35	0.53	0.05	0.09	0.07	- 0.11
Central India											
1	Chhattisg arh	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	10.0 2	9.04	8.74	8.81	1.25	0.98	1.28	1.21
4	Maharash tra	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
Southern Peninsula											
1	Andhra Pradesh	4.98	4.51	6.09	5.14	4.79	4.30	1.58	0.95	1.30	1.79
2	Karnatak a	10.81	10.03	12.2 0	9.85	11.1 5	10.8 4	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
East & North East India											
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	Jharkhan d	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
	Others	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 at Rs.1500 per quintal, sourced from Bihar.

As per IBIS data, During the month of Aug'13, 0.216 million tons corn exports reported to Malaysia, Taiwan, Nepal, UAE and Bangladesh mainly through Tondiarpet JNPT, Raxul LCS, Chennai Sea, and Kolkata port.

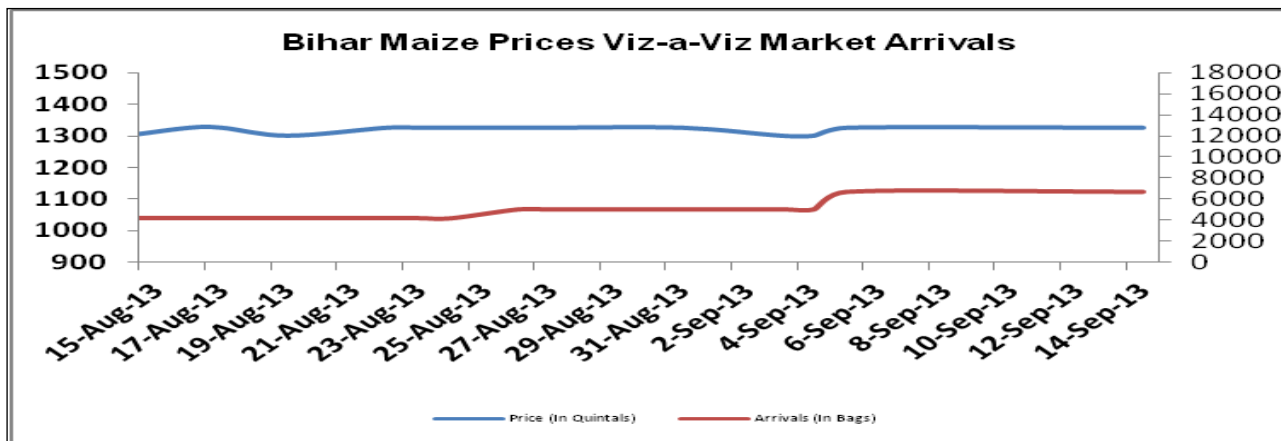


Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 63.31)				
	Argentina	Brazil	US	India
FOB	214.17	189.55	223.73	266
Cost and Freight (C&F)	264.17	244.55	283.73	301

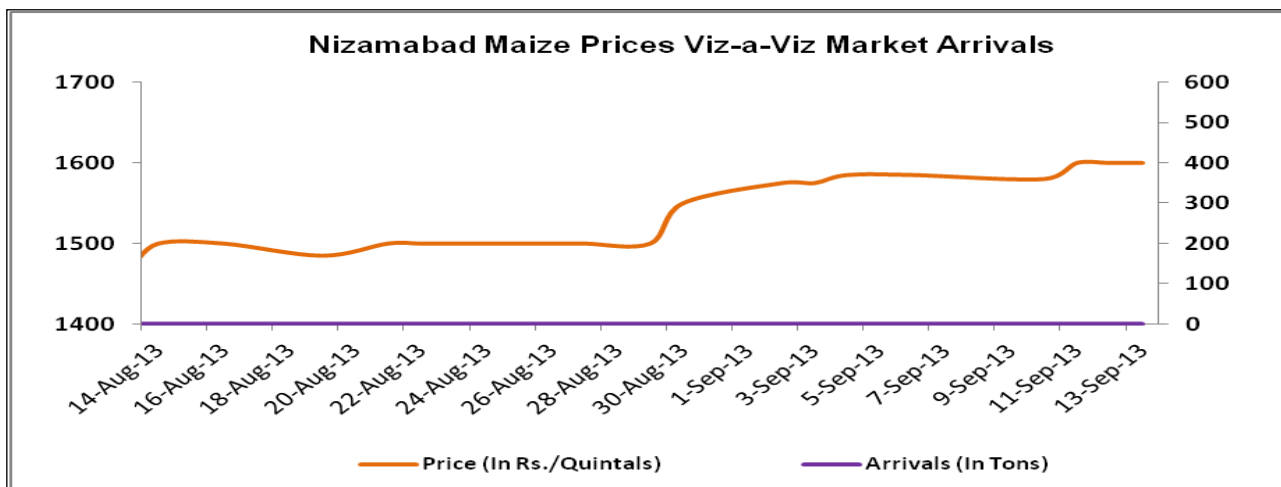
CURRENT MARKET DYNAMICS:

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

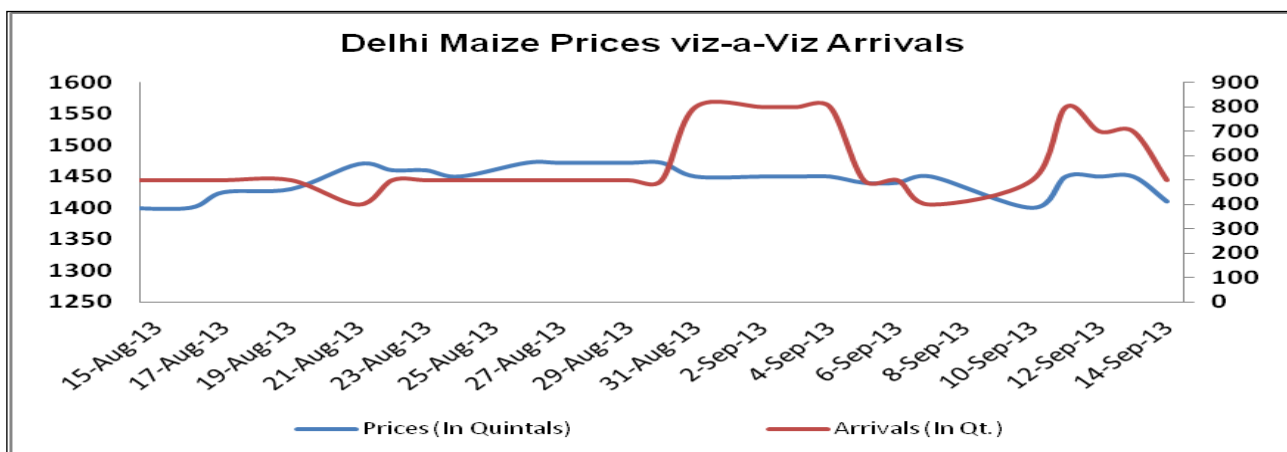
Bihar: During the week, Kolkata feed millers demand reported steady at Rs.1500 per quintal.



Andhra Pradesh: As per trade sources, maize crop could be damaged around 10-15% due to rain and new crop arrivals are expected after 10-15 days in the market. . Maize stock could be around 30,000 bags in the Nizamabad market and 6-7 lakh bags in the A.P. market.



Delhi: During the week, hybrid maize traded steady in a range of Rs.1400-1450 per quintal, sourced from U.P. Sources revealed that maize could trade steady till the new crop arrives in the higher quantities as higher domestic demand is supporting the maize prices.



BUSINESS FROM VARIOUS SOURCING CENTERS DURING THE SEASON TILL DATE:

Destination	By Road (Rs/MT)	By Rake (Rs/MT)
Kolkatta	15000 (Bihar Origin)	
Delhi	14100 (U.P. Origin)	
Punjab(Khanna)		13500 (Bihar Origin)
Gujarat	15000 (Bihar Origin)	

MAIZE SPOT MARKET PRICES (Rs. /QUINTAL)

Market	Grade	13 Sep, 2013	Week Ago	Month Ago	2 Month Ago	Year Ago
New Delhi	Hybrid	1450	1440	1400	1430	1330
	Red	-	-	-	1350	-
Davangere	Bilty	1530	1505	1449	1523	1500
Shimoga	Bilty	1440	1460	1440	-	-
Ranebennur	Bilty	-	-	-	-	-
Bagalkot	Hybrid/Local	-	-	-	-	-
Gadag	Local	-	-	-	-	-

Hubli	Local	-	-	-	-	-
Naugachia	Bilty	-	-	1300	1275	1300
Nizamabad	Bilty	1600	1585	1470	-	-
Karimnagar	Local	1500	1556	-	-	-
Khammam	Local	-	-	-	-	-
khanna	Bilty	1450	1450	1400	1480	1415
Ludhiana	Bilty	1460	1460	1325	1480	1350
Sangli	Bilty	1707	1639	1578	1623	1562
Ahmedabad	Feed	1700	1650	1600	1600	1480
	Starch	1525	1525	1500	1575	1490

DOMESTIC MAIZE OUTLOOK:

Prices of maize could trade range bound till the new crop arrives 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. accumulated corn export figures reached to 18,044,211 metric tons for the 2012-13 marketing year which is lowered by ~52.4% from the last marketing year during the same period. Exports of 64,700 MT were reported for August 31. The primary destinations were Japan (46,500 MT) and Mexico (11,100 MT). Exports for September 1-5 of 171,200 MT were primarily for Japan (77,700 MT), Mexico (54,800 MT), Guatemala (12,200 MT), and Venezuela (10,000 MT).



Some other major International Corn Highlights during the week are:

- As per Reuter news, Argentina's government on Wednesday has approved an additional 3 million tons of 2012/13 corn exports, bringing the season's total exportable surplus to 20.5 million tons.
- As per Reuter news, Conab increased its corn production forecast to 81.3 million tons in its final report on the 2012/13 crops, up from 80.3 million tons.
- As per Reuter news, China's big private feed mills are increasingly turning to alternative cheap- sorghum from the United States after using up their annual import allocations for preferred animal feed grain corn.
- As per Reuter News, The U.S. Grains Council said that Taiwan has signed a letter of intent on Tuesday to buy 5 million tons of U.S. corn over the next two years and 500,000 tons of distillers dried grains.

INTERNATIONAL MAIZE OUTLOOK:

Corn prices on CBOT market could decrease as harvest has started in some state of the U.S. Also, higher production forecast by USDA could also weigh on the market sentiments.

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	12.9.2013	5.9.2013	Change
Corn CBOT Prices	Sep-13	188.53	192.67	-4.14
	Dec-13	183.52	181.45	+2.07
	Mar-14	188.34	186.57	+1.77
	May-14	191.58	189.91	+1.67
	July-14	194.34	192.37	+1.97

FUTURES MARKET ANALYSIS: NCDEX MAIZE:



(November Contract Weekly Chart)

- Candlestick chart pattern reveals bearish sentiment in the market.
- RSI is moving down in neutral zone support to bearishness.
- **Strategy:** Sell at rally and target would be 1246 for the near term.

Maize NCDEX (November)

Support & Resistance				
S2	S1	PCP	R1	R2
1225	1244	1262	1279	1295

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