

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 up by Rs. 50 per quintal for corn in a range of Rs. 1650-1750 per quintal. Starch feed makers demand also reported up by Rs. 25 per quintal and quoted around 1450-1525 per quintal, sourced from Bihar and U.P.

During the week, in the Khanna market of Punjab, the maize was quoted down by Rs. 50 per quintals as compared to last week. Around 8 motors reported on daily basis. Sources revealed that maize stock could be around 150-200 motors in the market.

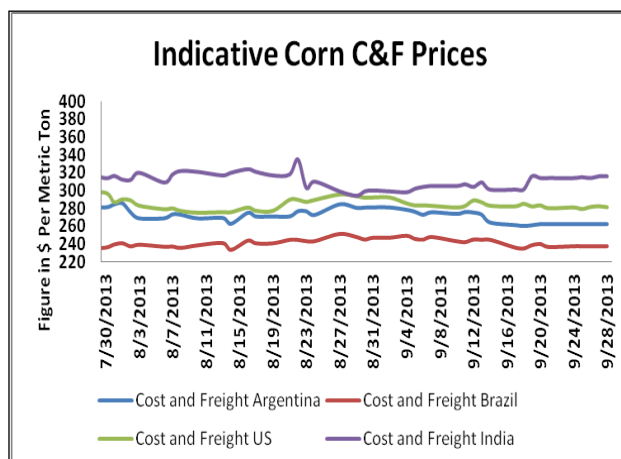
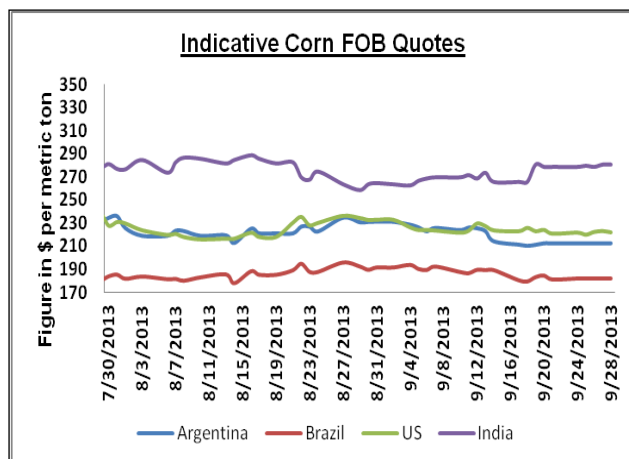
As per first advance estimate released by ministry of Agriculture on 24th September, 2013, maize production is estimated at 17.78 million tons during kharif for 2013-14.

BUSINESS FROM VARIOUS SOURCING CENTERS DURING THE SEASON TILL DATE:

| Destination | By Road (Rs/MT) | By Rake (Rs/MT) |
|----------------|-------------------------|-------------------------|
| Kolkatta | 15000 (Bihar Origin) | |
| Delhi | 14200 (U.P. Origin) | |
| Punjab(Khanna) | | 13250 (Bihar Origin) |
| Gujarat | 14750 (Bihar Origin) | |

ON THE EXPORT FRONT:

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

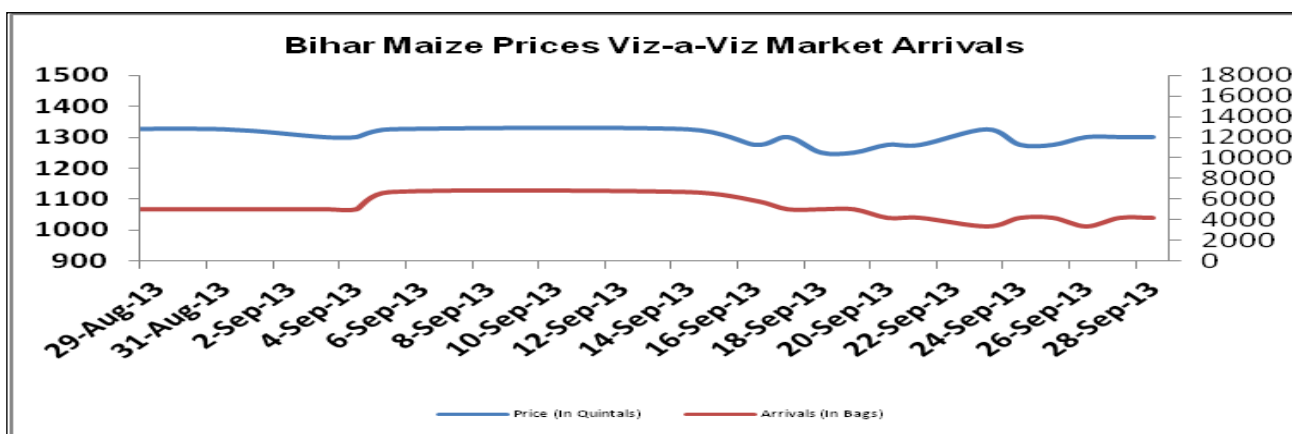


| Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 62.5) | | | | |
|---|-----------|--------|--------|-------|
| | Argentina | Brazil | US | India |
| FOB | NA | 182.35 | 222.05 | 281 |
| Cost and Freight (C&F) | NA | 237 | 282.05 | 316 |

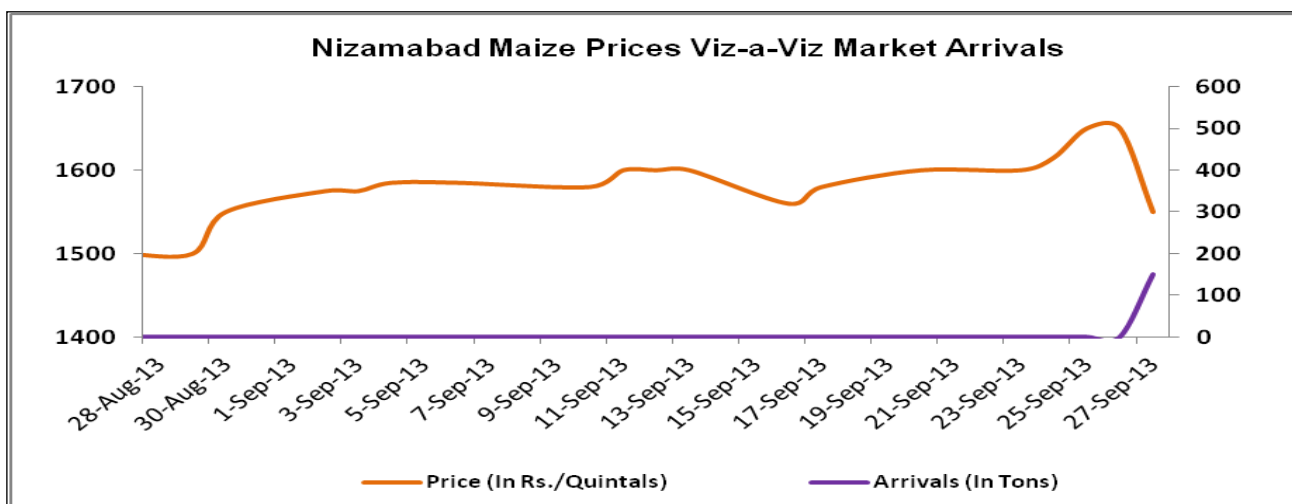
CURRENT MARKET DYNAMICS:

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

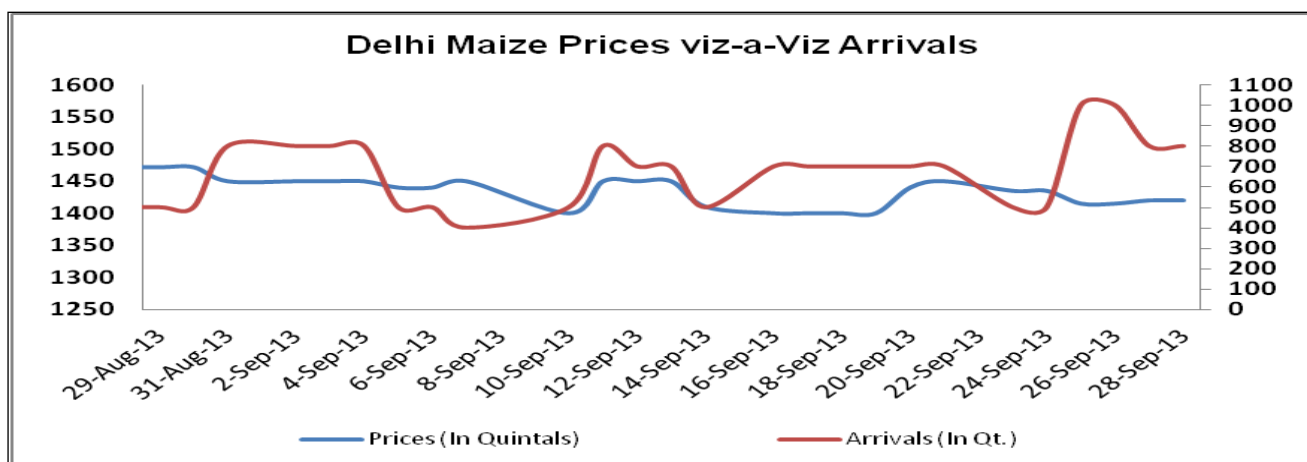
Bihar: During the week in review, Kolkata feed millers demand reported steady at Rs.1500 per quintal. As per trade sources, maize stock could be around 40% of produced in the bihar. Starch feed makers are demanding higher quantity of damaged quality. Further, traders are waiting for demand from bangladesh as this is the huge buyer of that quality.



Andhra Pradesh: In A.P., new crop arrivals of maize have started in the market which contains 18% moisture.



Delhi: During the week, hybrid maize traded slightly weak tone in a range of Rs.1410-1435 per quintal, sourced from U.P. Sources revealed that prices could go down in the near term as supply increase in the market.



MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

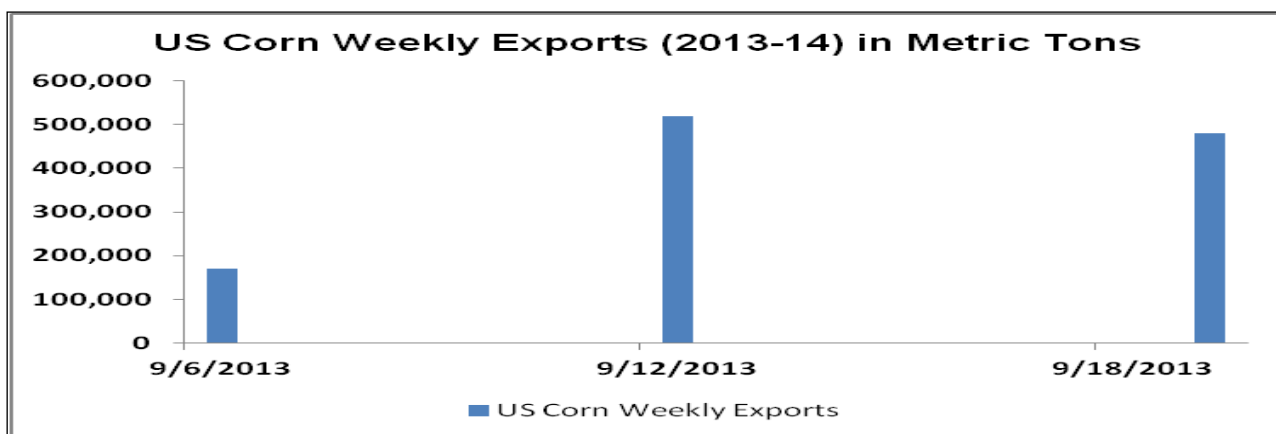
| Market | Grade | 27 Sep, 2013 | Week Ago | Month Ago | 2 Month Ago | Year Ago |
|------------|--------------|--------------|----------|-----------|-------------|----------|
| New Delhi | Hybrid | 1420 | 1440 | 1472 | 1400 | 1280 |
| | Red | - | - | - | 1425 | - |
| Davangere | Bilty | 1700 | 1650 | - | - | 1350 |
| Shimoga | Bilty | - | 1450 | - | - | 1350 |
| Ranebennur | Bilty | - | - | - | - | 1450 |
| Bagalkot | Hybrid/Local | - | - | 1501 | - | - |
| Gadag | Local | - | - | - | - | - |
| Hubli | Local | - | 1409 | 1509 | - | - |
| Naugachia | Bilty | 1300 | 1275 | 1325 | 1325 | 1275 |
| Nizamabad | Bilty | 1550 | 1600 | 1500 | 1475 | 1430 |
| Karimnagar | Local | 1466 | - | - | 1350 | - |
| Khammam | Local | - | - | - | - | - |
| khanna | Bilty | 1450 | 1425 | 1450 | 1425 | 1410 |
| Ludhiana | Bilty | 1425 | 1460 | 1460 | 1430 | 1350 |
| Sangli | Bilty | 1779 | 1741 | 1779 | 1643 | 1450 |
| Ahmedabad | Feed | 1725 | 1700 | 1650 | 1500 | 1450 |
| | Starch | 1500 | 1490 | 1520 | 1430 | 1425 |

DOMESTIC MAIZE OUTLOOK:

Prices of maize could trade down as new crop arrivals have started in the market. Meanwhile, expectations of higher production also weigh on the market.

INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS:

As per USDA, U.S. accumulated corn export figures reached to 11,69,100 metric tons for the 2013-14 marketing year which is lowered by ~29.9% from the last marketing year during the same period. Exports of 479,100 MT were reported by U.S. to Mexico (189,600 MT), China (118,600 MT), Japan (63,600 MT), Venezuela (36,500 MT), and Guatemala (17,700 MT) for the period September 13-19, 2013.



Some other major International Corn Highlights during the week are:

- As per Reuter news, The Taiwan Sugar Corp has bought 23,000 tons of U.S.-origin corn at a flat price of \$274.11 per ton, including cost and freight for the shipment in the first half of November from the U.S. Gulf Coast or in the last half of November from the U.S. Pacific Northwest.
- As per Reuter news, Crop forecaster Lanworth raised its outlook for 2013/14 world corn production by 7 million tons to 949 million tons on the expectation for big planting of crop in South America. Lanworth sees Argentine corn production at 28.2 million tons and Brazil corn production at 75.9 million tons for the 2013/14 crop year.
- As per the latest crop progress report released by USDA, 91% dent reported in corn, below 8% from the last year and 2% from the last 5 year average period. 40% crop of corn has matured, below 46% from the last year. Also, 7% crop of corn has harvested, below 30% from the last year and 9% from the last 5 year avg. period. 55% corn crop is in good to excellent condition, above 31% as compared to last year.

INTERNATIONAL MAIZE OUTLOOK:

Corn prices on CBOT market depends on USDA stocks report due on Sept 30, 2013 but most likely the prices may remain low on higher crop estimates.

| Maize CBOT Weekly Futures Price Listing (USD/Ton) | | | | |
|---|----------------|-----------|-----------|--------|
| | Contract Month | 26.9.2013 | 19.9.2013 | Change |
| Corn CBOT Prices | Dec-13 | 179.78 | 180.86 | -1.08 |
| | Mar-14 | 184.80 | 185.78 | -0.98 |
| | May-14 | 187.94 | 189.03 | -1.09 |
| | Jul-14 | 190.40 | 191.58 | -1.18 |
| | Sep-14 | 191.49 | 193.26 | -1.77 |

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 below 1272 and target would be 1254 for the near term.

Maize NCDEX (November)

| Support & Resistance | | | | |
|----------------------|------|------|------|------|
| S2 | S1 | PCP | R1 | R2 |
| 1236 | 1253 | 1270 | 1289 | 1308 |

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