

EXECUTIVE SUMMARY

Mixed sentiments witnessed in most of the major spot markets of maize during last week.

In Ahmadabad region of Gujarat, poultry and starch feed makers have 15 days of stock in quantity. Poultry feed makers demand reported down by Rs. 50 per quintal for corn in a range of Rs. 1450-1600 per quintal. Starch feed makers demand also reported down by Rs. 70 per quintal and quoted around 1350-1430 per quintal, sourced from Bihar and U.P.

During the week, in the Khanna market of Punjab, the maize was quoted steady in a range of Rs. 1450-1480 per quintal as compared to last week. Arrivals of maize were disrupted 1-2 days due to heavy rainfall, rest of the days, on an average, 8 motors reported on daily basis.

BUSINESS FROM VARIOUS SOURCING CENTERS DURING THE SEASON TILL DATE:

Destination	By Road (Rs/MT)	By Rake (Rs/MT)
Kolkatta	14500 (Bihar Origin)	
Delhi	14200 (U.P. Origin)	
Punjab(Khanna)		14600 (Bihar Origin)
Gujarat	14100 (Bihar Origin)	

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 82.248 lakh hectares as of 2nd October, 2013 against 74.901 lakh hectares sown in 2012-13.

State-wise Area Coverage of Maize as of 2nd Oct'13

(Area in
Lakh ha)

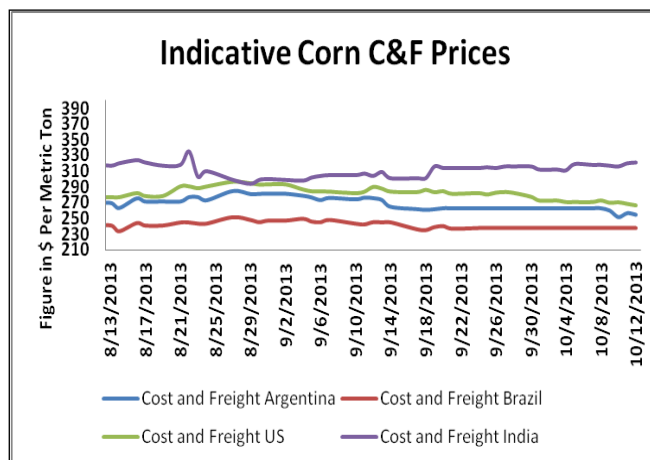
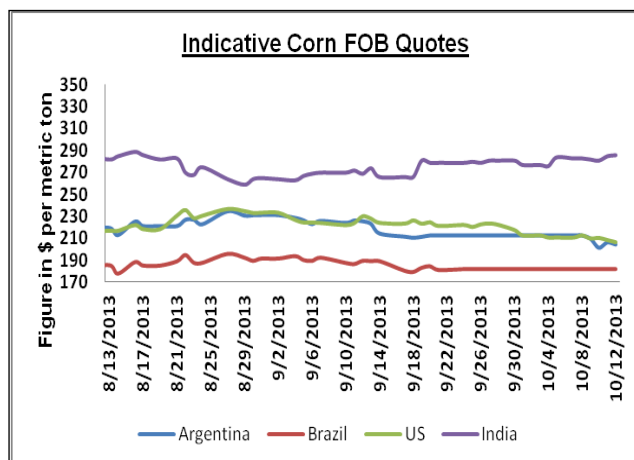
Sl. No.	State	Normal Area (DES)	Normal Area of Corresponding Week	Area Covered (SDA)				Difference in Area coverage (2013) with			
				2013	2012	2011	2010	Normal of Corresponding Week	2012	2011	2010
1	2	3	4	5	6	7	8	9	10	11	12
North West India											
1	Haryana	0.11	0.12	0.27	0.11	0.13	0.13	0.15	0.16	0.14	0.14
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	2.00	2.07	2.05	2.06	2.03	0.07	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	10.36	9.67	9.68	10.57	10.88	-0.70	-0.01	-0.91	-1.21
6	Uttar Pradesh	7.56	8.38	8.13	7.83	8.12	9.30	-0.25	0.30	0.01	-1.17
7	Uttarakhand	0.29	0.38	0.27	0.33	0.35	0.53	-0.11	-0.06	-0.08	-0.26
Central India											
1	Chhattisgarh	1.03	1.78	2.31	1.97	1.84	1.74	0.53	0.34	0.48	0.57
2	Gujarat	4.13	4.09	3.49	3.71	3.94	4.31	-0.60	-0.22	-0.45	-0.82
3	Madhya Pradesh	8.49	8.77	10.03	9.04	8.74	8.81	1.26	0.99	1.29	1.22
4	Maharashtra	6.52	6.58	9.56	6.93	6.94	6.86	2.97	2.62	2.62	2.70
5	Orissa	0.85	2.34	2.60	2.61	2.45	2.36	0.27	-0.01	0.15	0.24
Southern Peninsula											
1	Andhra Pradesh	4.98	4.75	6.22	5.36	4.89	4.32	1.47	0.86	1.33	1.90
2	Karnataka	10.81	11.30	12.99	11.65	12.37	11.50	1.69	1.34	0.62	1.49
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	0.63	0.46	0.44	0.62	0.57	-0.17	0.01	-0.16	-0.12

East & North East India											
1	Assam	0.19	0.13	0.19	0.10	0.15	0.14	0.06	0.09	0.04	0.05
2	Bihar	2.46	3.20	4.67	4.02	3.16	3.07	1.47	0.65	1.51	1.60
3	Jharkhand	1.98	2.08	2.56	2.50	2.34	1.97	0.48	0.06	0.22	0.59
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	1.59	1.44	1.82	1.78	1.78	-0.15	-0.38	-0.34	-0.35

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. However, Agriwatch maize production is estimated at 16.4 million tons during kharif for 2013-14.

ON THE EXPORT FRONT:

During the week, Kolkata feed millers demand reported down at Rs.1450 per quintal. As per IBIS data, During the month of September'13, 0.062 million tons corn exports reported to Malaysia, Nepal, Singapore, Bahrain and Bangladesh through Tondiarpet ICD, Mundra Sea, Chennai Sea, Raxul LCS, Vizag Sea, Kolkata Sea and JNPT port.

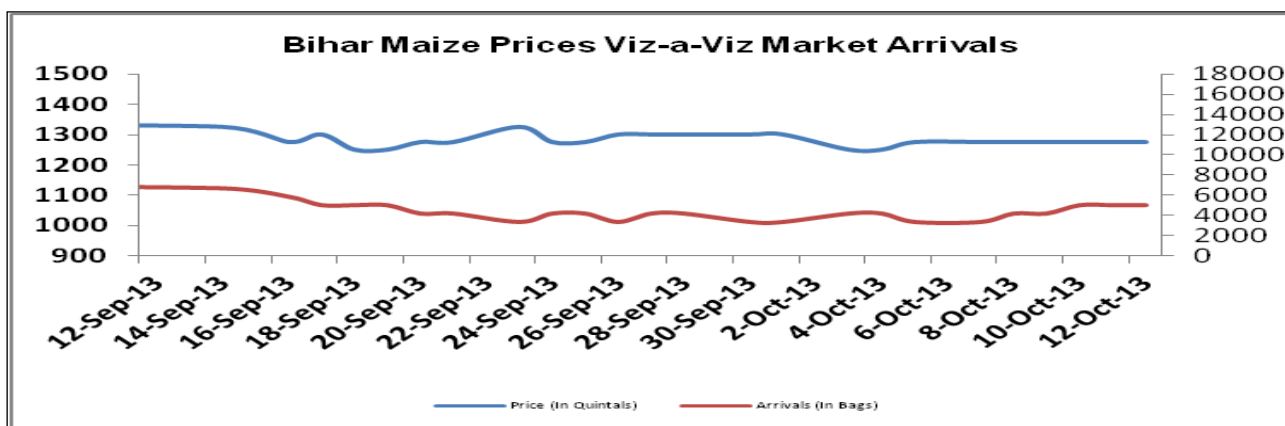


Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 61.02)				
	Argentina	Brazil	US	India
FOB	204.04	NA	206.02	286
Cost and Freight (C&F)	254.04	NA	266.02	321

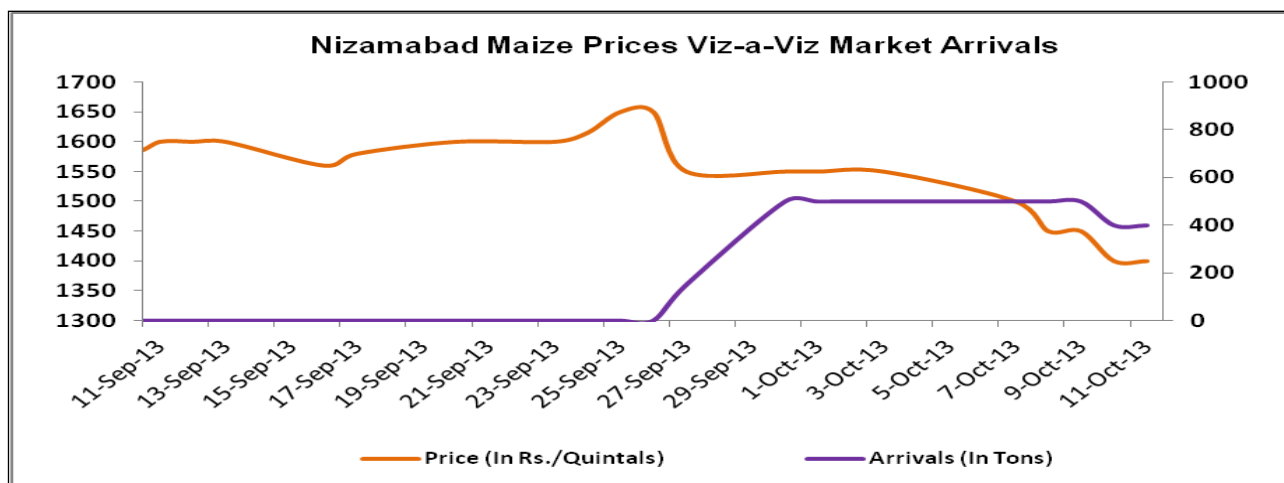
CURRENT MARKET DYNAMICS:

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

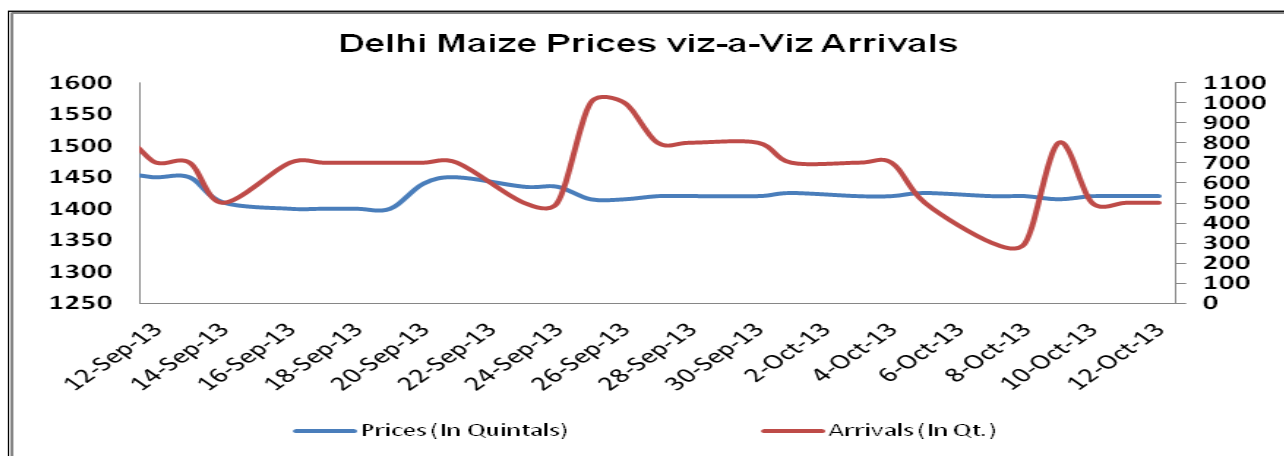
Bihar: During the week in review, Kolkata feed millers demand reported down at Rs.1450 per quintal. As per trade sources, maize stock could be around 40% of produced in the Bihar. Starch feed makers are demanding higher quantity of damaged quality. Further, traders are waiting for demand from Bangladesh as this is the huge buyer of that quality.



Andhra Pradesh: In A.P., new crop arrivals of maize contain 14-16% moisture. On Daily basis, around 400-500 tons of maize is arriving in the nizamabad market.



Delhi: During the week, hybrid maize traded down by Rs. 5 per quintal in a range of Rs.1410-1420 per quintal as compared to last week, sourced from U.P. Sources revealed that maize is trading steady in the market as new crop is arriving in the lower quantity.



MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

Market	Grade	11 Oct, 2013	Week Ago	Month Ago	2 Month Ago	Year Ago
New Delhi	Hybrid	1420	1420	1450	1400	1350
Davangere	Bilty	-	-	-	-	1400
Shimoga	Bilty	1460	1465	1450	1440	1355
Ranebennur	Bilty	1500	-	-	-	1360
Bagalkot	Hybrid/Local	1251	-	-	-	-

Gadag	Local	1210	-	-	1401	-
Hubli	Local	-	-	-	-	-
Naugachia	Bilty	1275	1250	-	1300	-
Nizamabad	Bilty	1400	1550	1600	1500	1400
Karimnagar	Local	1257	-	1530	1386	-
Khammam	Local	-	-	-	-	-
khanna	Bilty	1460	1450	1450	1470	1340
Ludhiana	Bilty	1400	1450	1460	1325	1340
Sangli	Bilty	1323	1561	1672	1583	1450
Ahmedabad	Feed	1500	1600	1625	1600	1480
	Starch	1410	1450	1500	1450	1430

DOMESTIC MAIZE OUTLOOK:

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

INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS:

Some other major International Corn Highlights during the week are:

- As per Reuter, corn imports of china reduced to 1.52 million tons in 2013, down 36.73% year on year. In June 2013, the total import value of corn products in China witnessed 74% month-on-month decrease while the export value decreased by 5%.
- As per Reuter news, Brazil's government crop supply agency Conab estimated corn crop production between 78.4 million tons and 79.6 million tons for 2013/14 and 81.3 million tons for 2012/13.
- As per Reuter news, Lanworth raised world corn production estimate to 953 million tons from its previous estimate of 949 million tons due to bigger-than-expected yields from the U.S. harvest. Lanworth expect U.S. corn crop to 13.708 billion bushels, up from its previous outlook of 13.483 billion.
- As per Reuter news, a private Chinese trading firm last week bought a total of 420,000 tons of corn at a price of \$205 FOB (per ton) from the United States for delivery next year in order to take advantage of cheap U.S. prices. As per executive, including freight, the corn for shipment from May to July 2014, which involves a total of seven cargoes, would cost around 1,800 yuan (\$290) per ton when it arrives in China.

INTERNATIONAL MAIZE OUTLOOK:

Corn prices on CBOT market decreased on the expectation that the United States might lower its ethanol blending requirements and seasonal harvest pressure.

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	10.10.2013	03.10.2013	Change
Corn CBOT Prices	Dec-13	172.50	172.89	-0.39
	Mar-14	177.51	177.91	-0.4
	May-14	180.86	181.15	-0.29
	Jul-14	183.81	184.01	-0.2
	Sep-14	186.17	186.27	-0.1

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.
- Prices closed below 9 and 18 days EMAs also indicates to bearishness.
- **Strategy:** Sell below 1257 and target would be 1242 for the near term.

Maize NCDEX (November)

Support & Resistance				
S2	S1	PCP	R1	R2
1194	1222	1250	1269	1288

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