

EXECUTIVE SUMMARY

Overall steady to weak sentiments witnessed in most of the major spot markets of maize during last week.

In Ahmadabad region of Gujarat, maize crop contains around 14-22% moisture. During the week, Poultry feed makers quoted maize down by Rs. 80 per quintal in a range of Rs. 1280-1420 per quintal. Starch feed makers also quoted maize down by Rs. 40 per quintal in a range of Rs.1250-1380 per quintal on Friday, sourced from Maharashtra.

During the week, in the Khanna market of Punjab, the maize was quoted down by Rs. 30 per quintal to Rs. 1450 per quintal as compared to last week. On daily basis, Arrivals of maize reported around 8 motors, contained 15% moisture. As per trade sources, maize stock could be around 40-50 motors in the market.

In Koppal, maize crop quoted in a range of Rs. 1260-1290 per quintal, contained 15-17% moisture. It is moving towards Chennai at Rs. 1360 per quintal.

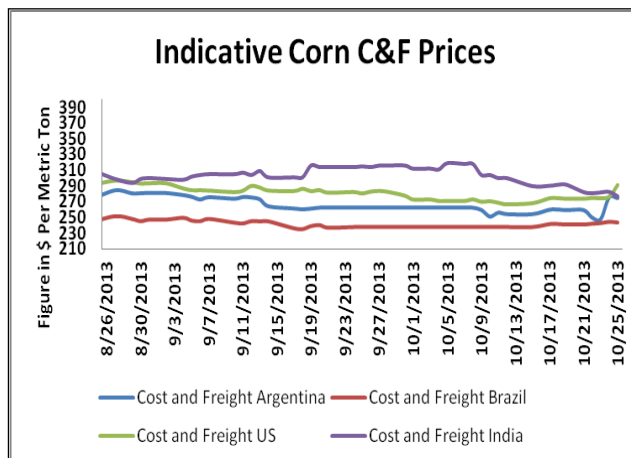
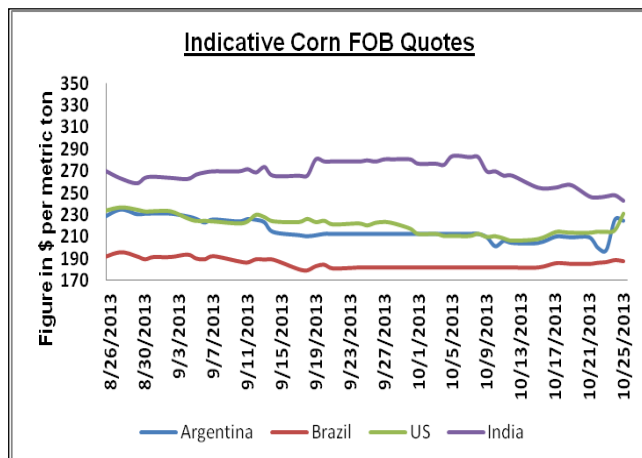
In Rannebanure, Haveri, Koppal, Bagalkot, Davangere & Chitradurga, arrivals of maize has started with higher moisture contained. In Davengere, maize crop contain 17-20% moisture.

BUSINESS FROM VARIOUS SOURCING CENTERS DURING THE SEASON TILL DATE:

Destination	By Road (Rs/MT)	By Rake (Rs/MT)
Kolkata	15000 (Bihar Origin)	
Delhi	14300 (U.P. Origin)	
Chennai		13600 (Karnataka Origin)
Gujarat	12800 (Maharashtra Origin)	

ON THE EXPORT FRONT:

During the week, Kolkata feed millers demand reported up at Rs.1500 per quintal. Also, maize is moving towards Chennai sourced from Koppal region of Karnataka. 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.

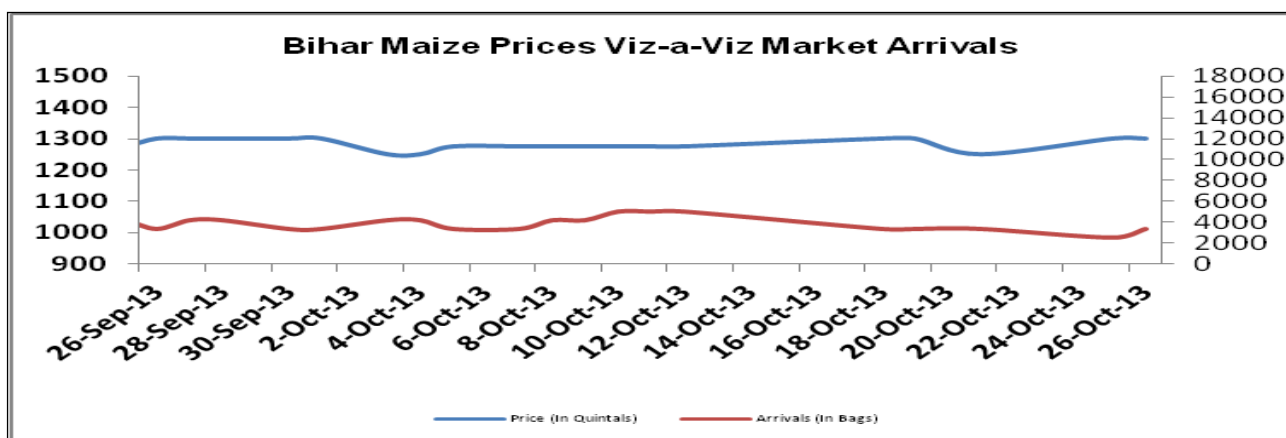


Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 61.625)				
	Argentina	Brazil	US	India
FOB	224.51	188.1	230.8	243
Cost and Freight (C&F)	274.51	243.1	290.8	277

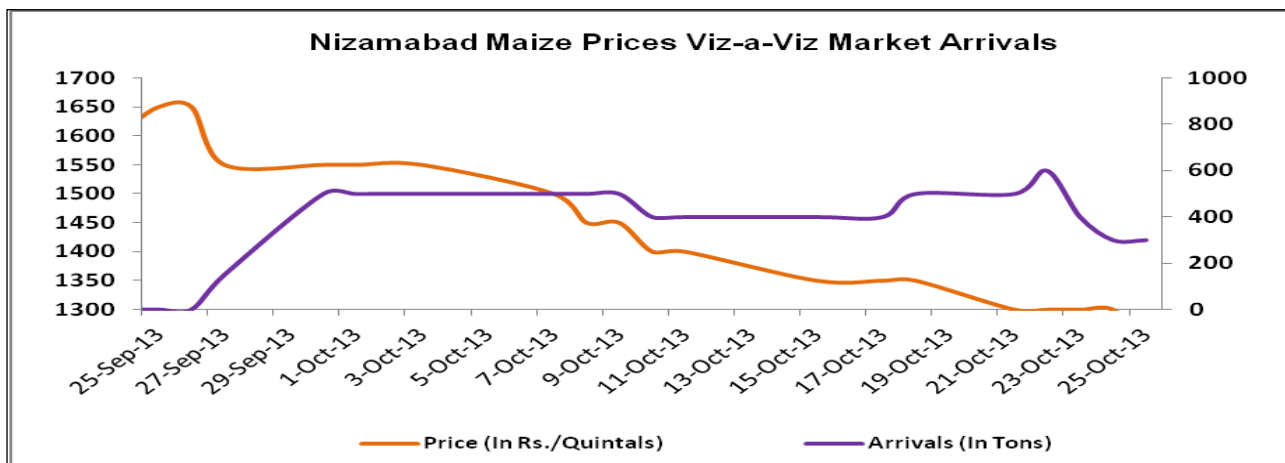
CURRENT MARKET DYNAMICS:

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

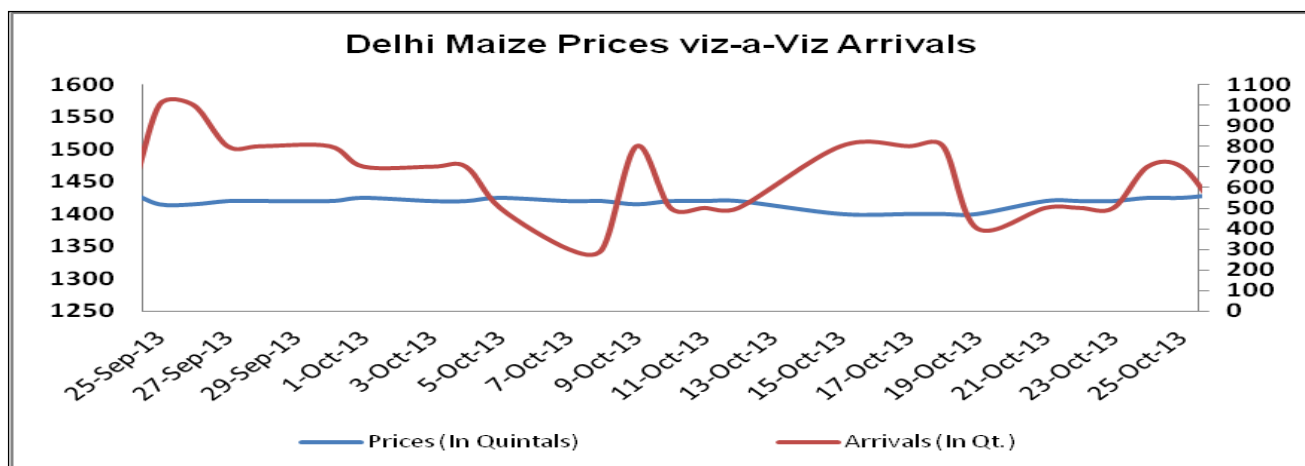
Bihar: During the week in review, Kolkata feed millers demand reported up at Rs.1500 per quintal.. As per trade sources, maize sowing would start by the end of this month.



Andhra Pradesh: In A.P., new crop arrivals of maize contain 14-17% moisture. On Daily basis, around 150-200 tons of maize arrived in the nizamabad market, lower than last week due to weather disturbance. As per trade sources, maize crop quality has damaged around 4-5% due to higher rainfall.



Delhi: During the week, hybrid maize traded up by Rs. 20 per quintal to Rs.1430 per quintal as compared to last week, sourced from U.P. Sources revealed that maize could trade higher in the near term due to higher feed makers demand.



MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

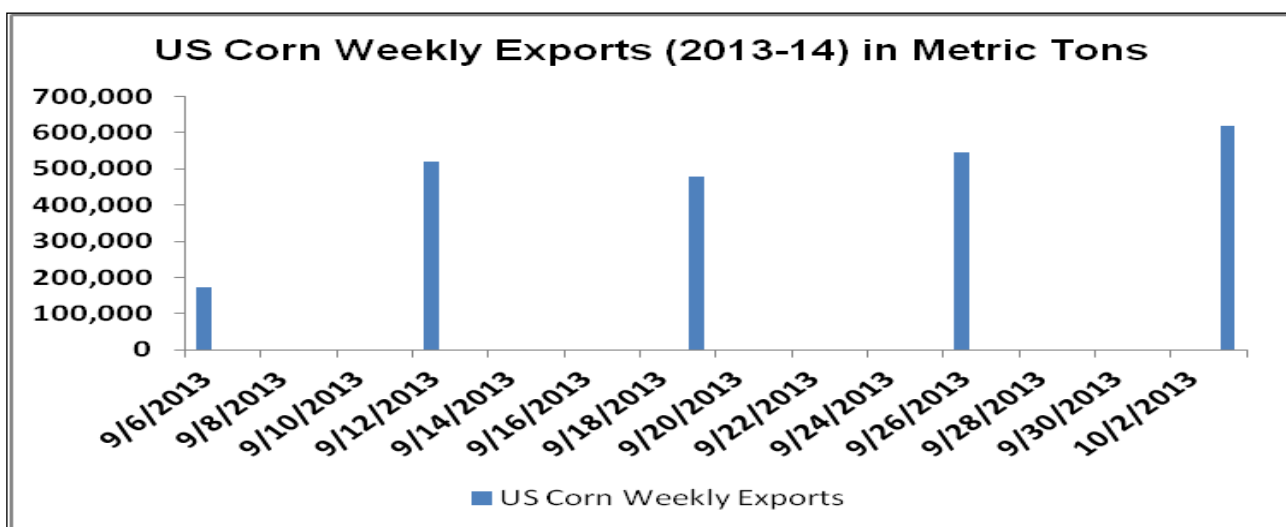
Market	Grade	25 Oct, 2013	Week Ago	Month Ago	2 Month Ago	Year Ago
New Delhi	Hybrid	1425	1400	1415	1472	1400
Davangere	Bilty	-	-	1700	-	1350
Shimoga	Bilty	1440	1460	1460	-	1300
Ranebennur	Bilty	-	-	-	-	-
Bagalkot	Hybrid/Local	1215	1281	-	-	-
Gadag	Local	-	1188	-	-	-
Hubli	Local	-	-	-	-	-
Naugachia	Bilty	1300	1300	1275	1325	-
Nizamabad	Bilty	1250	1350	1650	1500	-
Karimnagar	Local	-	-	-	-	-
Khammam	Local	-	-	-	-	-
khanna	Bilty	1450	1450	1450	1405	1350
Ludhiana	Bilty	1500	1500	1460	1460	1425
Sangli	Bilty	1336	1362	1750	1648	1393
Ahmedabad	Feed	1300	1460	1750	1700	1340
	Starch	1280	1400	1525	1575	1340

DOMESTIC MAIZE OUTLOOK:

Prices of maize are likely to feature firm tone amid lower crop quality arrivals. New export enquiries could also support to maize prices.

INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS:

As per USDA, U.S. accumulated corn export figures reached to 23,33,358 metric tons for the 2013-14 marketing year which is lowered by ~11% from the last marketing year during the same period. Exports of 618,032 MT were reported by U.S. to China (184,600 MT), Mexico (162,900 MT), Colombia (90,600 MT), Japan (82,500 MT), and Taiwan (36,800 MT) for the period September 27-October 03, 2013.



Some other major International Corn Highlights during the week are:

- As per Reuter, European traders told that Taiwan's MFIG corn purchasing group has purchased 60,000 tons of corn from Columbia Grain in a combination of the outright price of \$247.46 a ton c&f for just over 7,000 tons with the rest bought at the basis price of 174.58 cents c&f a bushel over the Chicago March corn contract, for shipment in the last half of December from the U.S. Gulf Coast or South America or in the first half of January from the U.S. Pacific Northwest. Meanwhile, The Korea Corn Processing Industry Association has purchased 55,000 tons of corn from Cargill at \$254.70 a ton c&f for Feb. 20, 2014, arrival through private deal on Wednesday after earlier rejecting all offers in an international tender for the same volume. However, South Korea's largest animal feed maker Nonghyup Feed Inc. (NOFI) rejected all offers and made no purchase in an international tender to buy up to 140,000 tons of corn due to high prices. The lowest price offered for U.S.-origin corn was \$251.00 a ton c&f, lowest offer from South America was \$248.73 a ton c&f and lowest offer from the Black Sea region was \$245.58 a ton c&f. The corn had been sought for arrival two separate consignments by Mar. 15 and Mar. 25, 2014.
- As per Reuter, Lanworth raised world corn production forecast to 955 million tons from its previous forecast of 952 million tons due to bigger-than-expected yield reports from the ongoing harvest in the U.S. Midwest for 2013/14. Lanworth predicted a corn crop of U.S. at 13.792 billion bushels, based on an average yield of 156.2 bushels per acre.

- As per the latest crop progress report released by USDA as on 22nd October, 2013, 94% crop of corn has matured, below 6% from the last year and 1% from the last 5 year average period. 60% corn crop is in good to excellent condition.
- As per Reuter, Argentina's government estimated corn area at 5.7 million hectares and expect that corn production would be around 30 million tons for 2013/14. The rains helped reactivate the planting of corn in various productive regions. However, USDA expected grains powerhouse Argentina to produce 26 million tons of corn. Through Thursday, farmers had planted 25 percent of the surface area slated for corn in the 2013/14 season, 6 percentage points higher than last week, but 14 percentage points lower than last year.

INTERNATIONAL MAIZE OUTLOOK:

Corn prices on CBOT market decreased on active harvesting of a likely record large U.S. corn crop.

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	24.10.2013	17.10.2013	Change
Corn CBOT Prices	Dec-13	173.28	174.36	-1.08
	Mar-14	178.10	179.28	-1.18
	May-14	181.45	182.53	-1.08
	Jul-14	184.50	185.29	-0.79
	Sep-14	187.06	187.35	-0.29

FUTURES MARKET ANALYSIS: NCDEX MAIZE:

(December Contract Weekly Chart)

- Candlestick chart pattern reveals that prices could go down 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 1261 and target would be 1245 for the near term.

Maize NCDEX (December)
Support & Resistance

S2	S1	PCP	R1	R2
1220	1230	1251	1286	1300

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