

EXECUTIVE SUMMARY

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

As per Ministry of Agriculture, maize have been sown in 3.906 lakh hectares as of 27th November, 2013-14 against 5.098 lakh hectares sown in 2012-13 for rabi season.

In Ahmadabad region of Gujarat, maize crop contains around 15-16% moisture. During the week, Poultry feed makers quoted maize down by Rs.20 per quintal in a range of Rs. 1250-1280 per quintal. However, starch feed makers quoted maize firm by Rs. 60 per quintal in a range of Rs.1230-1320 per quintal, sourced from Maharashtra.

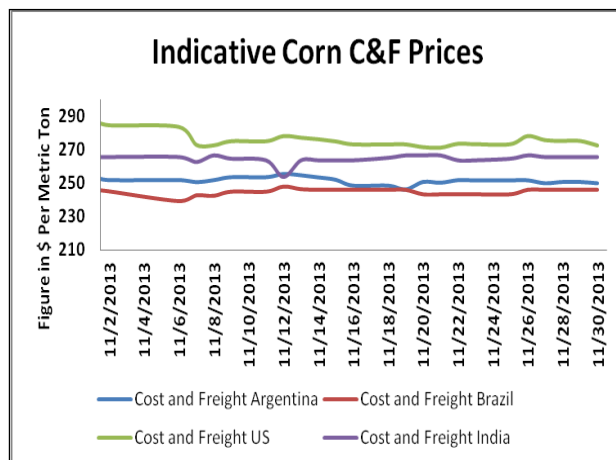
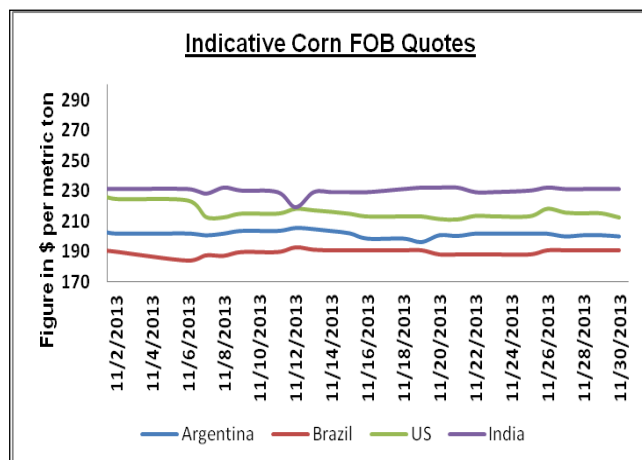
Meanwhile, in the Khanna market of Punjab, the maize was quoted firm by Rs. 50 per quintal to Rs. 1550 per quintal as compared to last week. On daily basis, arrivals of maize reported around 6-7 motors, contained 14-15% moisture.

BUSINESS FROM VARIOUS SOURCING CENTERS DURING THE SEASON TILL DATE:

Destination	By Road (Rs/MT)	By Rake (Rs/MT)
Delhi	14500 (U.P. Origin)	
Kolkata	12650 (Karnataka Origin)	
Tamil Nadu	13500 (Karnataka Origin)	
Gujarat	13200 (Maharashtra Origin)	

ON THE EXPORT FRONT:

As per IBIS data, During the month of October'13, 0.089 million tons corn exports reported to Malaysia, Singapore, Nepal, Vietnam and Taiwan through Tondiarpet ICD, Chennai Sea, JNPT port, Krishnapatnam Sea and Raxul LCS.



Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 62.47)				
	Argentina	Brazil	US	India
FOB	199.9	190.85	212.72	231
Cost and Freight (C&F)	249.9	245.85	272.72	266

CURRENT MARKET DYNAMICS:

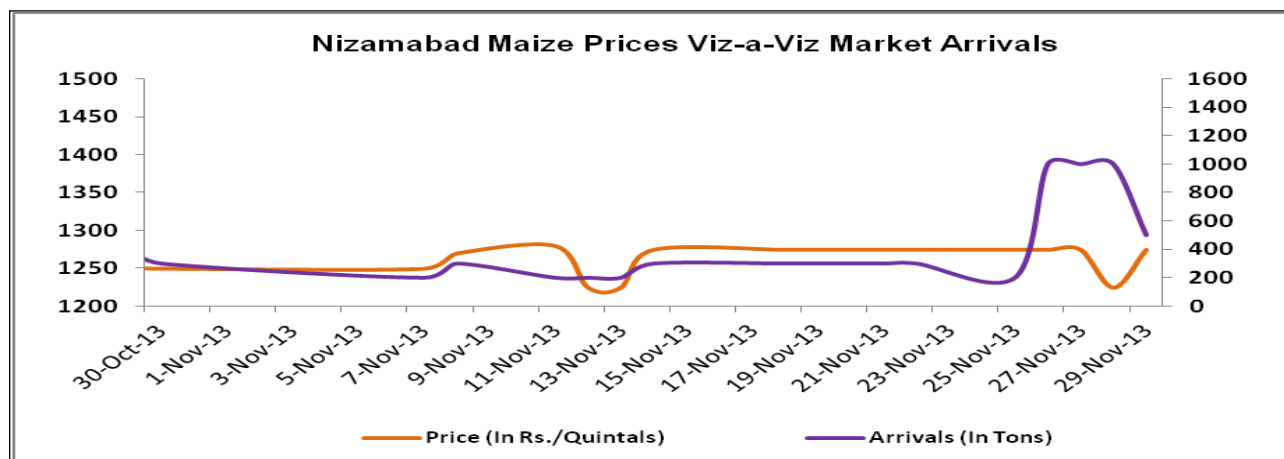
During the week, mixed sentiments witnessed in most of the major spot markets of maize. The various key spot markets dynamics were as under:

BIHAR:

No arrivals reported in the naugachia market of Bihar during last week.

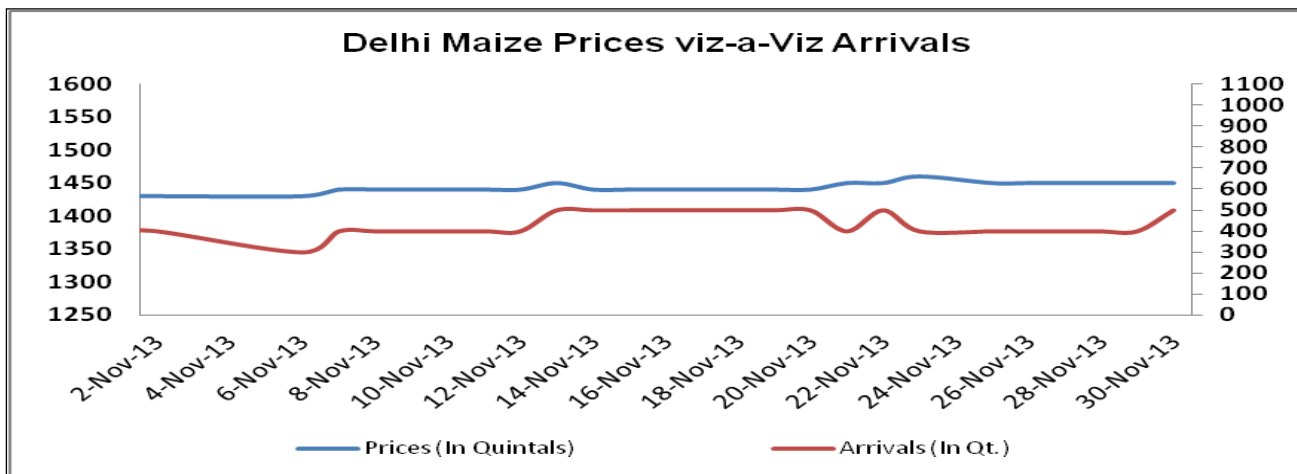
ANDHRA PRADESH:

Excessive rains in parts of Andhra Pradesh, one of the leading cultivating states, have raised concerns about the quality of the crop. As per trade sources, in A.P, maize stock could be around 2000 tons.



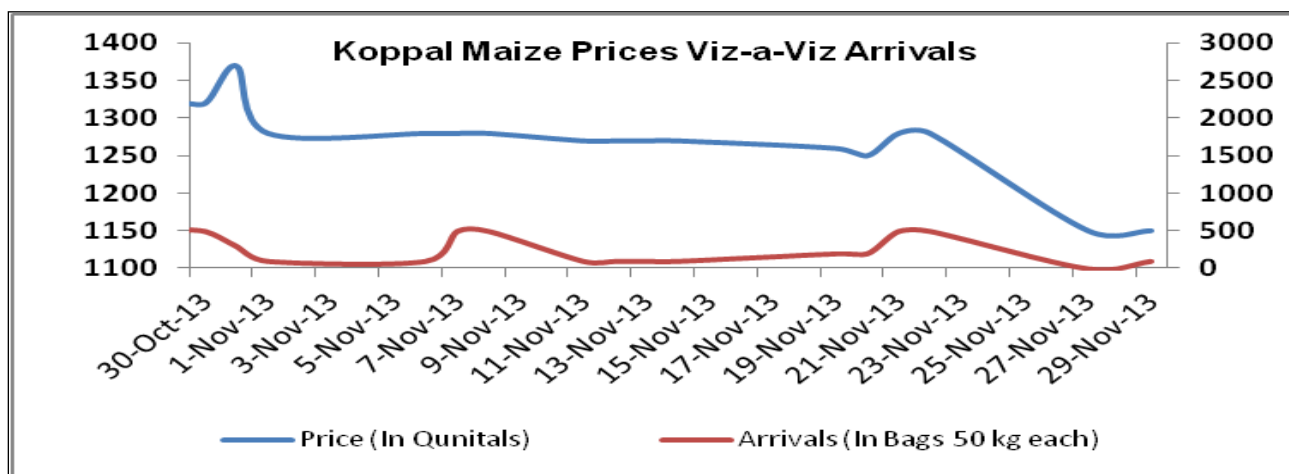
DELHI:

During the week, hybrid maize traded down by Rs. 10 per quintal to Rs.1450 per quintal as compared to last week, sourced from U.P. Sources revealed that prices could trade steady to firm in the near term amid higher feed makers demand.



KARNATAKA

As per trade sources, in Davengere, maize crop contains 16% moisture. Maize is moving towards Kolkata and Tamil nadu at Rs. 1265 and Rs.1350 per quintal respectively, sourced from Karnataka.



MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

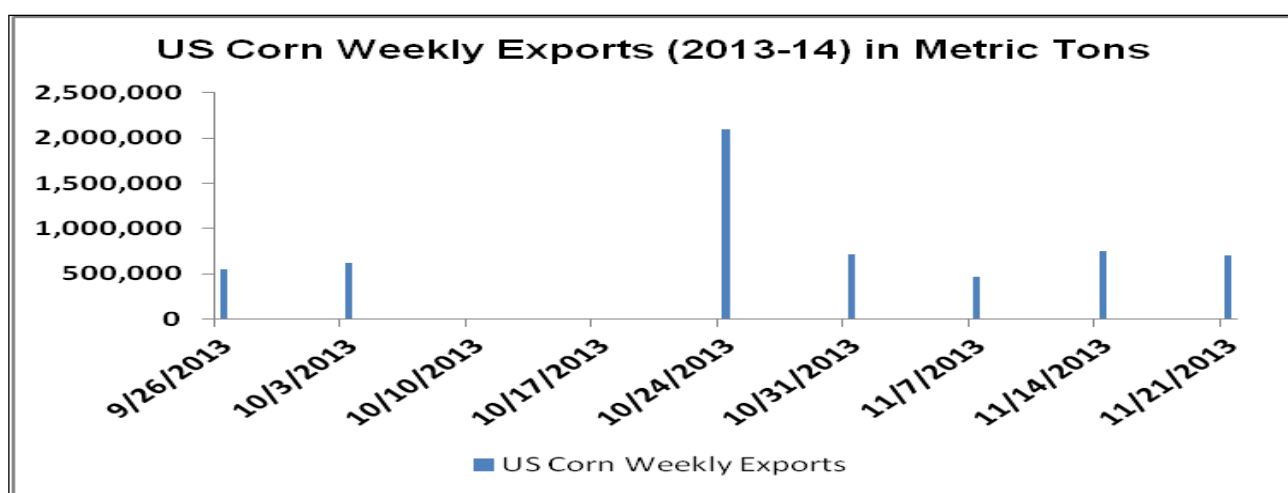
Market	Grade	29 Nov, 2013	Week Ago	Month Ago	2 Month Ago	Year Ago
New Delhi	Hybrid	1450	1450	1425	1420	1525
Davangere	Bilty	1230	1210	-	1700	1430
Shimoga	Bilty	1320	1320	1440	1460	1420
Ranebennur	Bilty	1278	1250	-	-	-
Bagalkot	Hybrid/Local	1116	1186	1221	1555	-
Gadag	Local	1090	1143	1190	-	-
Hubli	Local	1043	1085	-	-	-
Naugachia	Bilty	-	1300	1275	1300	-
Nizamabad	Bilty	1275	1275	1250	1550	1410
Karimnagar	Local	-	-	-	1466	-
Khammam	Local	-	-	-	-	-
khanna	Bilty	1450	1500	1450	1425	1625
Ludhiana	Bilty	1500	1500	1500	1425	1400
Sangli	Bilty	1203	1230	1329	1798	1452
Ahmedabad	Feed	1280	1270	1300	1750	1500
	Starch	1280	1260	1280	1475	1550

DOMESTIC MAIZE OUTLOOK:

Maize is expected to feature steady to weak tone due to rising supplies from the new season crop amid weak exports, though demand from the poultry industry could support to prices.

INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS:

As per USDA, U.S. accumulated corn export figures reached to 70,59,101 metric tons for the 2013-14 marketing year which is higher by ~38% from the last marketing year during the same period. Exports of 701,000 MT were reported by U.S. to China (272,700 MT), Mexico (176,200 MT), and Japan (109,400 MT) for the period November 15- November 21, 2013.



Some other major International Corn Highlights during the week are:

- As per the latest IGC report, the 2013-14 world corn production is forecasted at record 950 million tons, up by 2 million tons from the previous month forecast and higher by 87 million tons from the last year, mainly due to a rebound in the U.S. Amid generally strong demand for meat and industrial products, world maize consumption is expected to rise to unprecedented levels, but stocks should still recover, rising by 21.71% y/y. Import demand appears strong and, with low prices and large exportable supplies, world trade is forecast to surge by 10.42% y/y.
- As per Reuter, a group of Israeli private buyers has purchased 130,000 tons of optional-origin corn. If sourced from the Black Sea, shipment of the first consignment was sought in 2014 between Feb. 25 to Mar. 15 and the rest between Mar. 20 to Apr. 10. About 75,000 tons for the first shipment position was bought at a premium of 120.5 cents a bushel c&f over the Chicago May 2014 corn contract, or the equivalent of \$218 a ton c&f. About 55,000 tons was purchased for the second position at the equivalent of about \$216 a ton c&f. However, shipment times for non-Black Sea origins can be adjusted.
- As per Reuter, Korea Feed Association bought additional 60,000 tons of corn from Marubeni at the flat price of \$244.91 a ton c&f plus a \$1.50 a ton charge for additional port unloading, for arrival by May 10, 2014. Earlier, Korea Feed Association has bought 58,000 tons of corn

from ADM at the outright price of \$243.88 a ton c&f plus \$1.50 a ton charge for additional port unloading, for arrival by May 10, 2014.

- As per Reuter, Nonghyup Feed Inc. purchased 60,000 tons of U.S.-origin corn from Mitsubishi Corp. at a premium of 187.50 cents a bushel c&f over the Chicago March 2014 corn contract, for arrival by May 1, 2014.
- As per the latest crop progress report released by USDA as on 26th November, 2013, 95% crop of corn has harvested, below 5% from the last year but above 4% from the last 5 year average period.

INTERNATIONAL MAIZE OUTLOOK:

Corn prices on CBOT market could decrease on the expectation of huge corn crop of U.S.

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	27.11.2013	21.11.2013	Change
Corn CBOT Prices	Dec-13	164.23	166.49	-2.26
	Mar-14	167.87	169.05	-1.18
	May-14	171.12	172.20	-1.08
	Jul-14	173.87	174.96	-1.09
	Sep-14	176.43	177.12	-0.69

FUTURES MARKET ANALYSIS: NCDEX MAIZE:

(January Contract Weekly Chart)

- Candlestick chart pattern reveals range bound movement in the market.
- RSI is moving down in neutral zone.
- Prices closed below 9 and 18 days EMAs.
- **Strategy:** Sell below 1270 and target would be 1257 for the near term.

Maize NCDEX (January)

Support & Resistance				
S2	S1	PCP	R1	R2
1256	1245	1267	1275	1284

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php>

© 2013 Indian Agribusiness Systems Pvt Ltd.