

## EXECUTIVE SUMMARY

Overall steady to weak sentiments witnessed in most of the major spot markets of maize during last week except in A.P. and Ahmadabad. In A.P., maize prices increased due to lower crop arrivals in the market as farmers have already sold their stock to Government. Meanwhile, in Ahmadabad region of Gujarat, continuous poultry and starch feed makers demand kept maize prices at the higher side. Poultry feed makers quoted maize firm by Rs.40 per quintal in a range of Rs. 1290-1340 per quintal while starch feed makers quoted maize firm by Rs. 30 per quintal in a range of Rs.1270-1370 per quintal as compared to last week, sourced from Maharashtra and crop contains around 14-16% moisture.

In the Khanna market of Punjab, the maize was quoted down by Rs. 20 per quintal to Rs. 1480 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)
<b>Delhi</b>	14600 (U.P. Origin)	
<b>Kolkata</b>	14200 (Karnataka Origin)	
<b>Chennai</b>	13700 (Karnataka Origin)	
<b>Bangalore</b>	13500 (Karnataka Origin)	
<b>Gujarat</b>	13700 (Maharashtra Origin)	

## MAIZE RABI SOWING UPDATE:

As per Ministry of Agriculture, maize have been sown in 5.792 lakh hectares as of 4th December, 2013-14 against 5.446 lakh hectares sown in 2012-13 for rabi season.

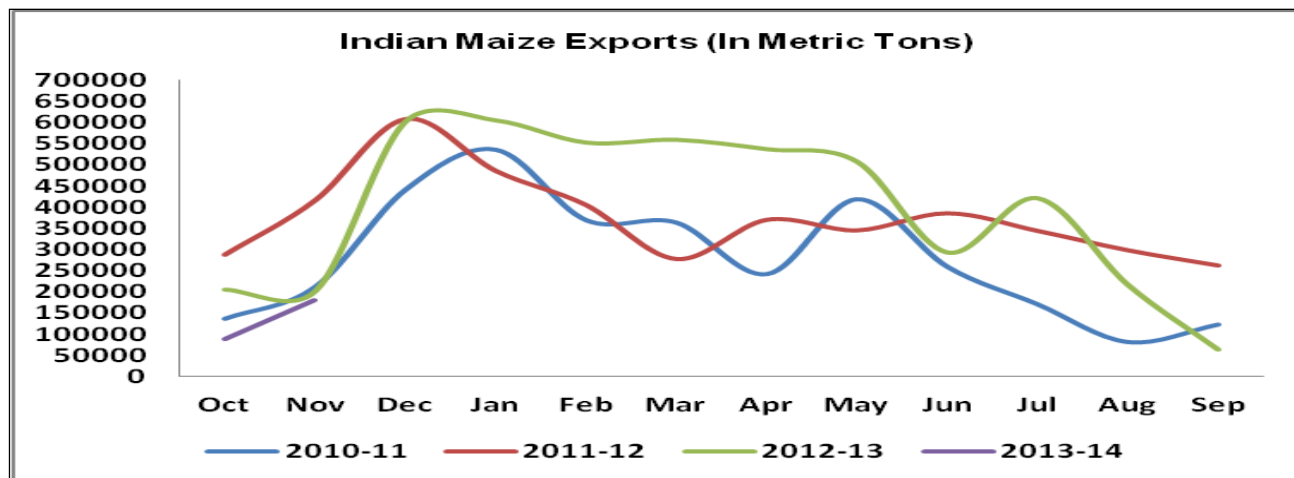
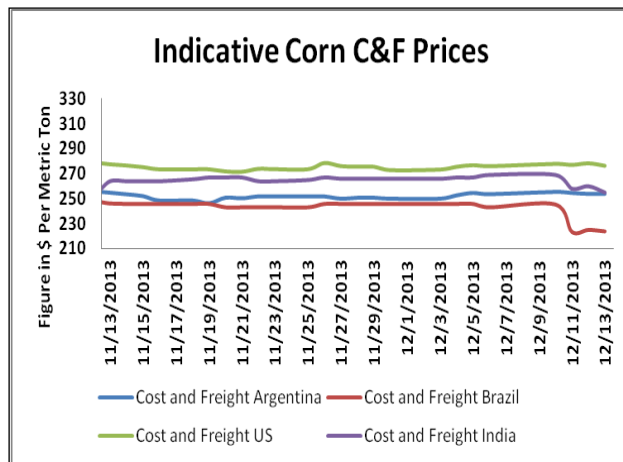
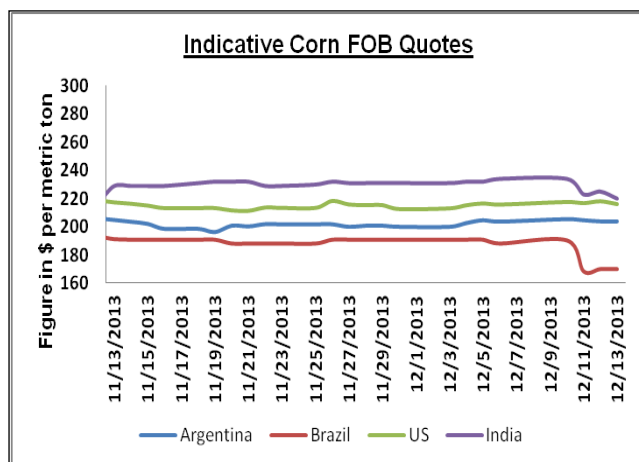
### State-wise Area Coverage of Maize as of 4th Dec'13

(Area in  
Lakh ha)

Sl. No.	State	Normal Area (DES)	Normal Area of Corresp-onding Week	Area Covered (SDA)				Difference in Area coverage (2013) with			
				2013 -14	2012 -13	2011 -12	2010 -11	Normal of Corres-ponding Week	2012-13	2011 -12	2010 -11
1	2	3	4	5	6	7	8	9	10	11	12
<b>North West India</b>											
1	Uttar Pradesh	0.22	0.26	0.040	0.270	0.240	0.430	-0.22	-0.23	-0.20	-0.39
<b>Central India</b>											
1	Chhattisgarh	-	0.01	0.046	0.010	0.038	-	0.04	0.04	-	-
2	Gujarat	0.75	0.26		0.22		0.54	-0.26	-0.22	0.00	-0.54
3	Maharashtra	1.26	0.82	1.494	1.082	0.839	0.765	0.68	0.41	0.66	0.73
4	Orissa	0.03	0.02	0.018	0.032	0.023	0.024	0.00	-0.01	0.00	-0.01
<b>Southern Peninsula</b>											
1	Andhra Pradesh	3.08	1.19	1.130	1.220	1.340	0.980	-0.06	-0.09	-0.21	0.15
2	Karnataka	1.31	0.91	0.920	0.890	0.980	0.870	0.01	0.03	-0.06	0.05
3	Tamil Nadu	0.89	1.02	0.489	0.824	0.842	1.007	-0.54	-0.34	-0.35	-0.52
<b>East &amp; North East India</b>											
1	Bihar	4.00	1.58	1.220	0.560	1.530	2.000	-0.36	0.66	-0.31	-0.78
2	Jharkhand	0.12	0.05	0.020	0.020	0.050	0.070	-0.03	0.00	-0.03	-0.05
3	West Bengal	0.56	0.11	0.220	0.180	0.190	0.000	0.11	0.04	0.03	0.22
	<b>Others</b>	0.07	0.07	0.12	0.138	0.072	0.007	0.05	-0.02	0.04	0.11

## ON THE EXPORT FRONT:

As per IBIS data, During the first week of December'13, 0.06 million tons corn exports reported to Malaysia, Taiwan, Nepal and Vietnam mainly through JNPT, Tondiarpet ICD, Raxul LCS, Chennai Sea, and Krishnapatnam port.



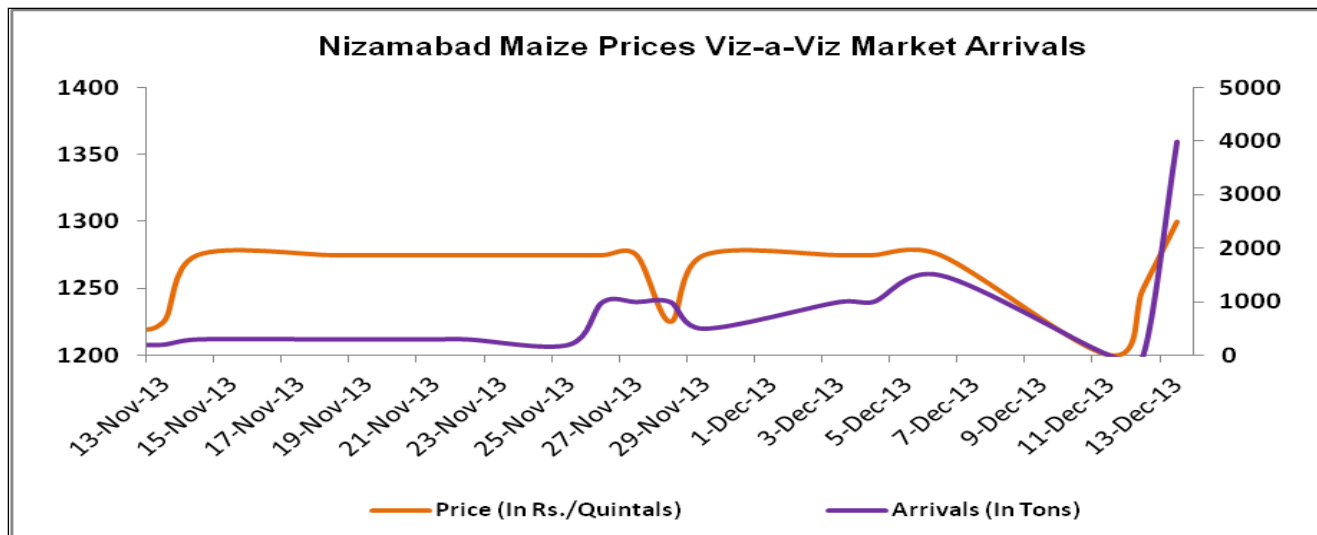
Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 62.12)				
	Argentina	Brazil	US	India
FOB	203.74	170.05	216.2	220
Cost and Freight (C&F)	253.74	223.85	276.2	255

### 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:

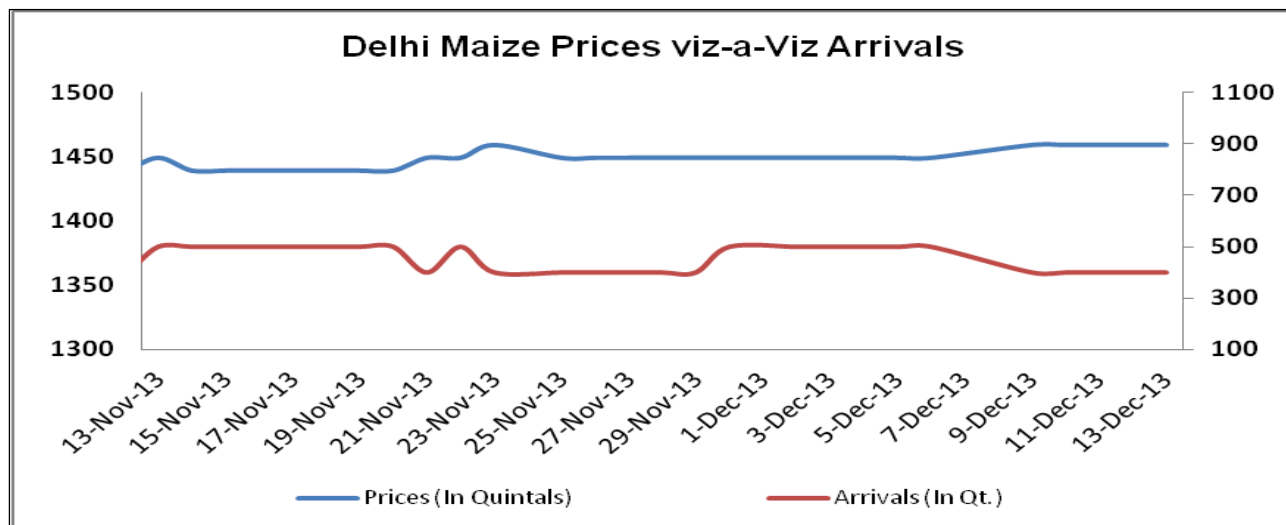
#### ANDHRA PRADESH:

As per trade sources, in A.P, total maize stock could be around 12-13 lakh bags (included government stock 60,000 tons and local stockiest stock around 15,000 tons).



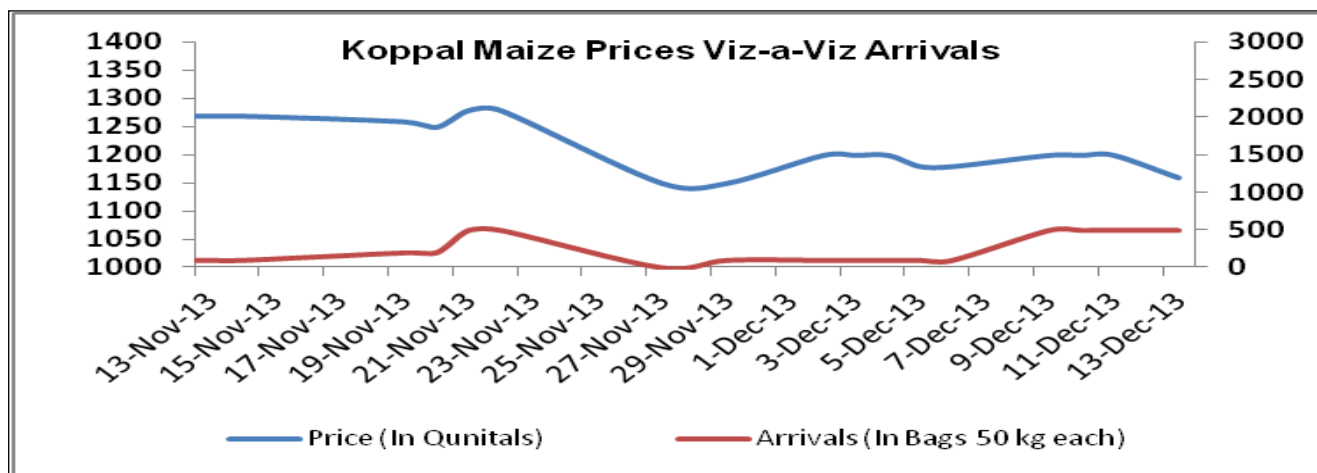
#### DELHI:

During the week, hybrid maize traded firm by Rs. 10 per quintal to Rs.1460 per quintal as compared to last week, sourced from U.P. Sources revealed that prices could trade steady in the near term.



**KARNATAKA**

As per trade sources, in Davangere, maize crop contain 14% moisture. Maize is moving towards Bangalore, Kolkata and Chennai at Rs. 1350, 1420, 1370 per quintal respectively, sourced from Karnataka. Contract of 67 rakes from different sourcing point of Karnataka has already done and out of which 46 rakes has moved to different port and north consumer.


**MAIZE SPOT MARKET PRICES (RS. /QUINTAL)**

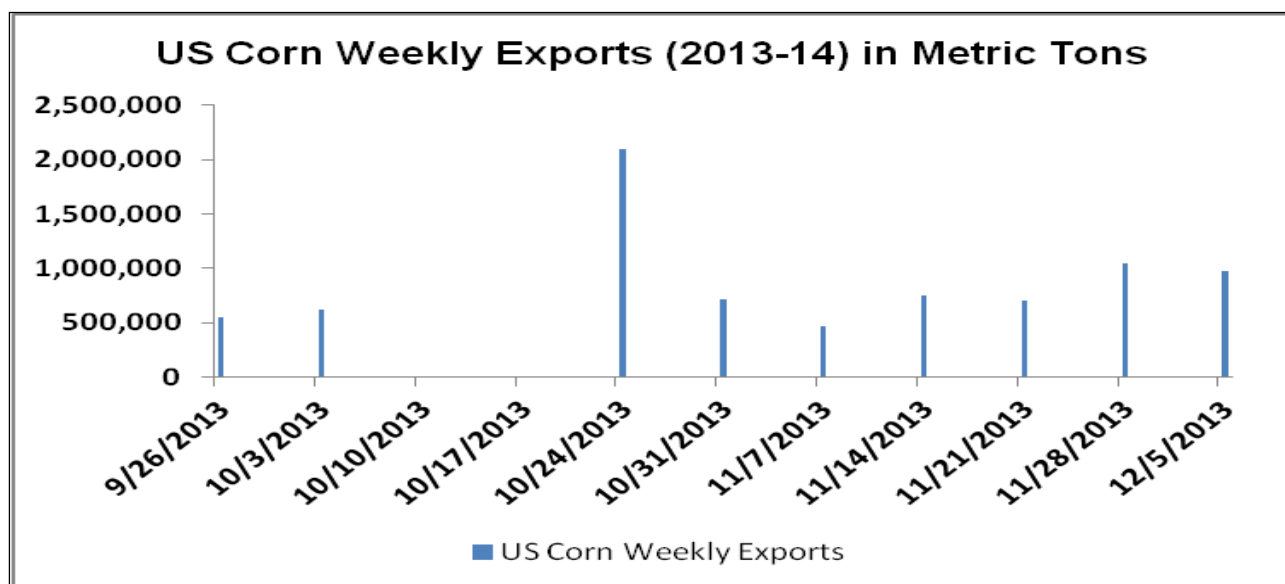
Market	Grade	13 Dec, 2013	Week Ago	Month Ago	2 Month Ago	Year Ago
New Delhi	Hybrid	1460	1450	1450	1400	1525
Davangere	Bilty	1200	1300	1230	-	1400
Shimoga	Bilty	1230	1310	1300	1460	1400
Ranebennur	Bilty	1235	1270	-	-	1400
Bagalkot	Hybrid/Local	1118	1118	1225	1266	-
Gadag	Local	1119	1146	1145	1220	-
Hubli	Local	1101	1075	-	-	-
Naugachia	Bilty	-	-	1300	1275	-
Nizamabad	Bilty	1300	1275	1225	1350	1400
Karimnagar	Local	1199	-	-	-	-
Khammam	Local	-	-	-	-	-
khanna	Bilty	1480	1480	1450	1450	1600
Ludhiana	Bilty	1430	1450	1430	1500	1400
Sangli	Bilty	1200	1197	1300	1350	1400
Ahmedabad	Feed	1310	1290	1300	1500	1500
	Starch	1370	1300	1300	1420	1540

### DOMESTIC MAIZE OUTLOOK:

***Maize is expected to feature weak tone amid weak demand scenario from exports and increase in supply.***

### INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS:

As per USDA, U.S. accumulated corn export figures reached to 90,78,659 metric tons for the 2013-14 marketing year which is higher by ~60% from the last marketing year during the same period. Exports of 9,77,400 MT were reported by U.S. to China (370,700 MT), Mexico (278,100 MT), Japan (93,500 MT), Peru (60,100 MT), and Venezuela (49,100 MT) for the period Nov 29- Dec 5, 2013.



### Some other major International Corn Highlights during the week are:

- As per Reuter, China has blocked the entry of another U.S. corn cargo of 59,100 tons, and three more may be turned away, after tests found a strain of unapproved genetically-modified (GMO) corn.
- As per Reuter, an official think-tank said that China's corn output in 2013 will rise 5.9 percent from the previous year to 217.7 million tons.
- As per USDA, World corn ending stocks are projected 1.87 million tons lower to 162.46 million tons from the last month forecast at 164.33 million tons and below an average of trade estimates at 163.30 million tons.
- As per Reuter, Taiwan's maize industry procurement association MFIG purchased 60,000 tons of corn from Columbia Grain involving a combination of a flat price of \$255 a ton c&f and a basis price of 205.15 cents a bushel c&f over the Chicago May corn contract (Most was bought at the basis price) for the shipment between Feb. 6-20, 2014, from the U.S. Gulf or between Feb. 21 Mar. 7 from the Pacific north west coast.

**INTERNATIONAL MAIZE OUTLOOK:**

*Corn prices on CBOT market could decrease on concern about the fate of future sales of U.S. corn to China and on U.S. Senators' introduction of a bill to eliminate the corn ethanol mandate.*

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	12.12.2013	5.12.2013	Change
<b>Corn CBOT Prices</b>	<b>Dec-13</b>	168.56	166.39	<b>2.17</b>
	<b>Mar-14</b>	170.92	170.63	<b>0.29</b>
	<b>May-14</b>	174.17	173.97	<b>0.2</b>
	<b>Jul-14</b>	176.82	176.73	<b>0.09</b>
	<b>Sep-14</b>	179.09	179.09	<b>Unch</b>

## FUTURES MARKET ANALYSIS: NCDEX MAIZE:



### (January Contract Weekly Chart)

- Candlestick chart pattern reveals that prices trade in a range in the market.
- RSI is moving up in neutral zone.
- However, prices closed below 9 and 18 days EMAs support to bearishness.
- **Strategy:** Sell below 1250 and target would be 1230 for the near term.

### Maize NCDEX (January)

Support & Resistance				
S2	S1	PCP	R1	R2
1204	1220	1245	1256	1273

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