

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, Poultry feed makers quoted maize firm by Rs.10 per quintal in a range of Rs. 1300-1350 per quintal while starch feed makers quoted maize down by Rs. 20 per quintal in a range of Rs.1290-1350 per quintal as compared to last week, sourced from Maharashtra and crop contains around 16-17% moisture.

In the Khanna market of Punjab, the maize was quoted steady at Rs. 1480 per quintal as compared to last week. On daily basis, arrivals of maize reported around 7-8 motors, contained 14-15% moisture, sourced from Bihar and Himachal. Sources revealed that maize stock could be around 150-200 motors.

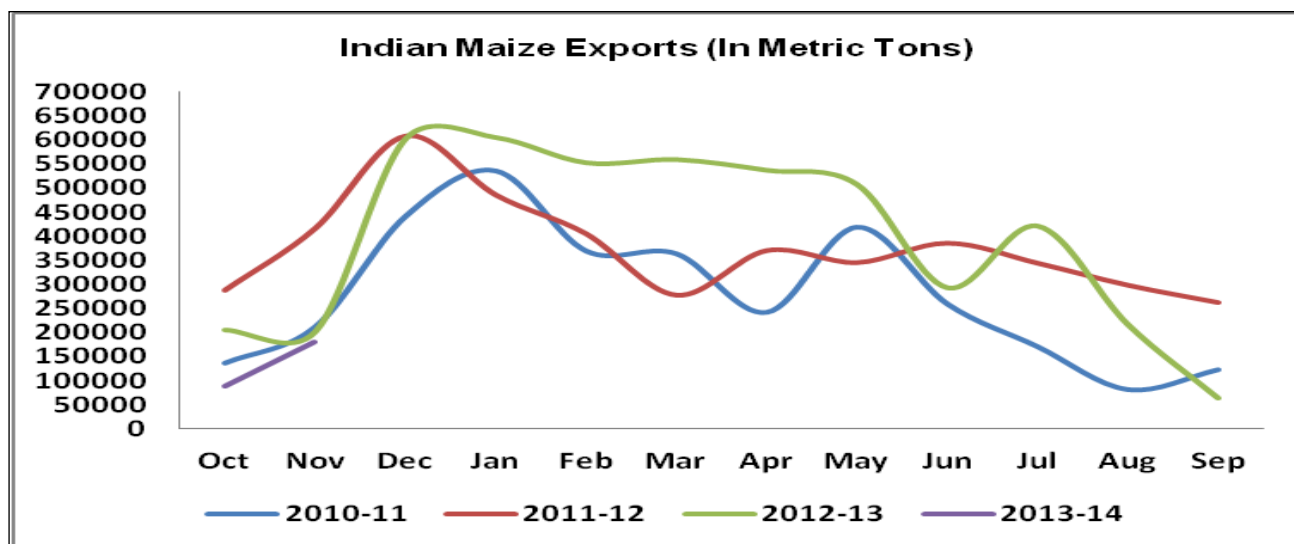
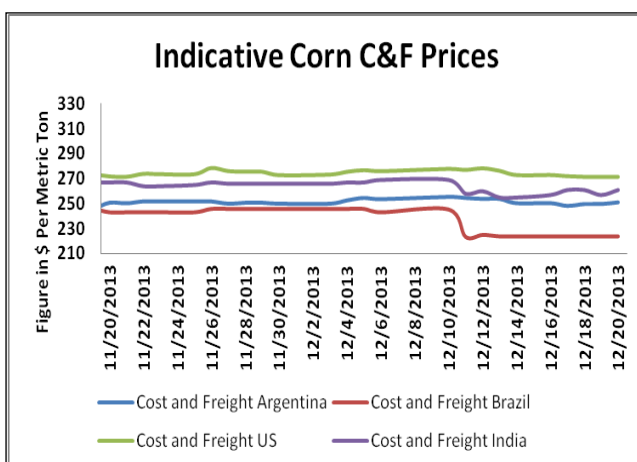
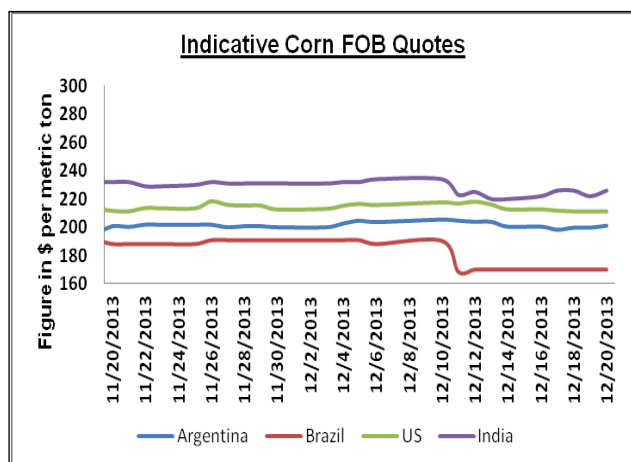
Maize is moving towards Bihar, sourced from south, contained 12-13% moisture.

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		12600 (Karnataka Origin)
Bangalore		12700 (Karnataka Origin)
Hyderabad		12700 (A.P. Origin)
Gujarat	13000 (Maharashtra Origin)	

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.



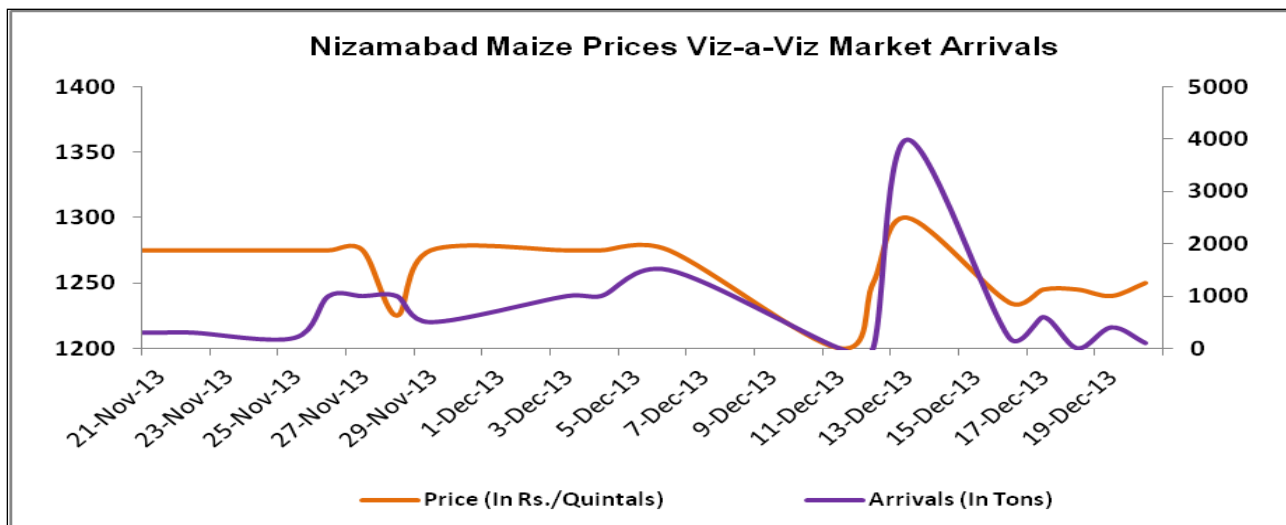
Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 62.01)				
	Argentina	Brazil	US	India
FOB	200.98	170.05	211.34	226
Cost and Freight (C&F)	250.98	223.85	271.34	261

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:

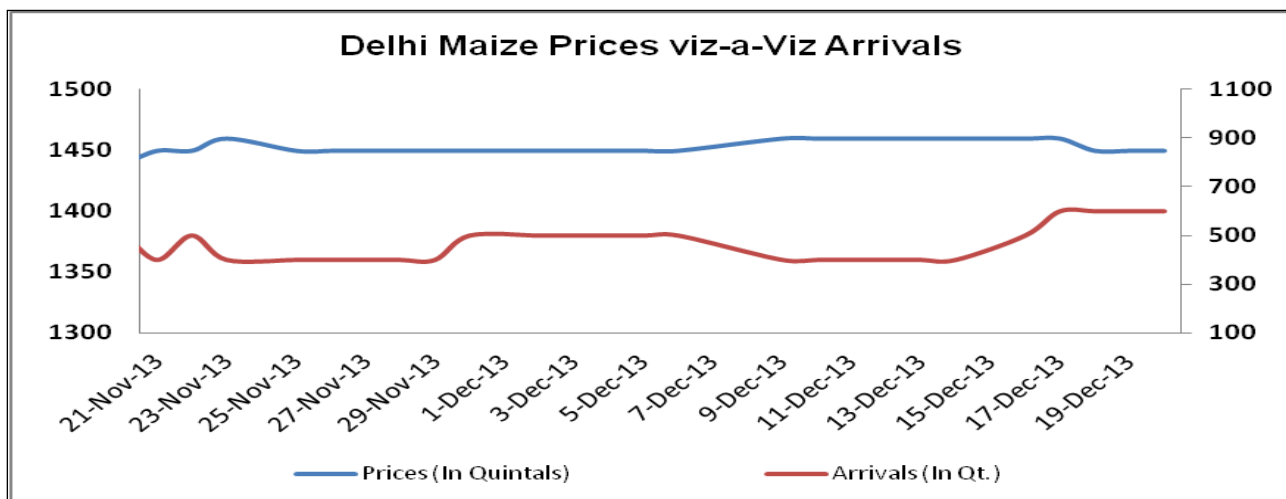
ANDHRA PRADESH:

As per trade sources, in A.P, total maize stock could be around 65,000 MT (included government stock 56,000 MT and local stockiest stock around 9,000 MT). Around 1000-1200 bags, on daily basis, are arriving in the karimnagar and warrangal market, contains 13-14% moisture while in nizamabad, crop arrivals reported nil as farmers have already sold their produce. In Nizambad, maize stock could be around 20,000 MT (included government stock 18,000 MT and local stockiest stock around 2,000 MT). As per trade sources, maize is moving towards hydrabad at Rs. 1270 per quintal, sourced from warrangal and karimnagar.



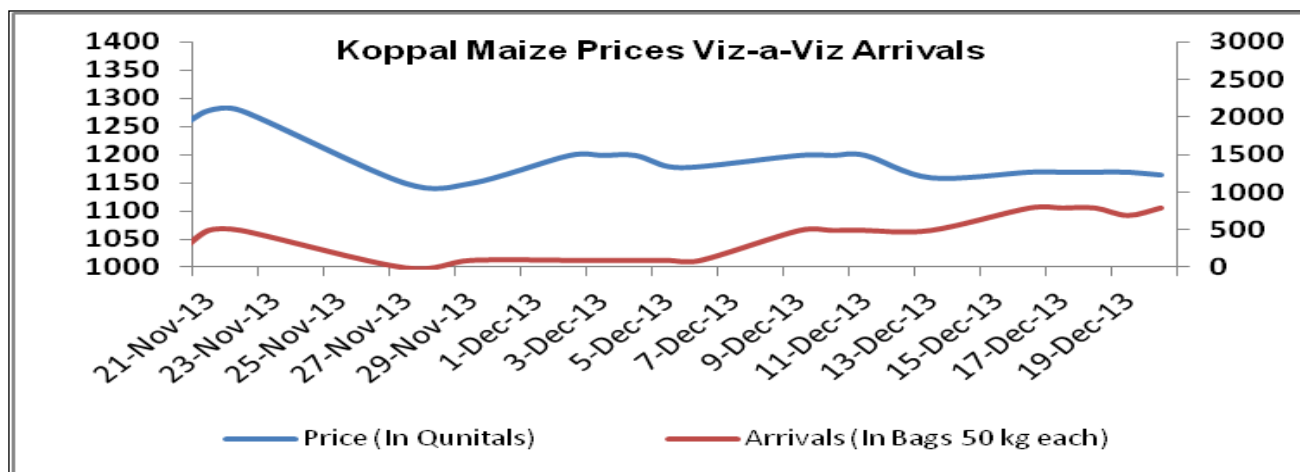
DELHI:

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



KARNATAKA

As per trade sources, in Davangere, maize crop contain 14% moisture. Maize is moving towards Bangalore and Kolkata at Rs. 1270, 1260 per quintal respectively, sourced from Karnataka. Out of total confirmed 74 rakes from koppal, Bagalkot & Rannebanure, Haveri, Munirabad & Chitradurga, 54 rakes have been loaded and remaining is in queue. There is some hitch in loading rake to Bangladesh due to agitation in Bangladesh.



MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

Market	Grade	20 Dec, 2013	Week Ago	Month Ago	2 Month Ago	Year Ago
New Delhi	Hybrid	1450	1460	1440	1420	1525
Davangere	Bilty	1200	1200	1220	-	1380
Shimoga	Bilty	1150	1230	1320	1470	1400
Ranebennur	Bilty	1200	1235	1250	-	1390
Bagalkot	Hybrid/Local	1193	1118	1220	1301	-
Gadag	Local	1092	1119	1191	1226	-
Hubli	Local	1106	1101	1101	-	-
Naugachia	Bilty	-	-	1300	1250	-
Nizamabad	Bilty	1250	1300	1275	1300	1385
Karimnagar	Local	1196	1199	-	-	-
Khammam	Local	-	-	-	-	-
khanna	Bilty	1480	1480	1480	1450	1600
Ludhiana	Bilty	1430	1430	1500	1500	1550
Sangli	Bilty	1200	1200	1231	1364	1410

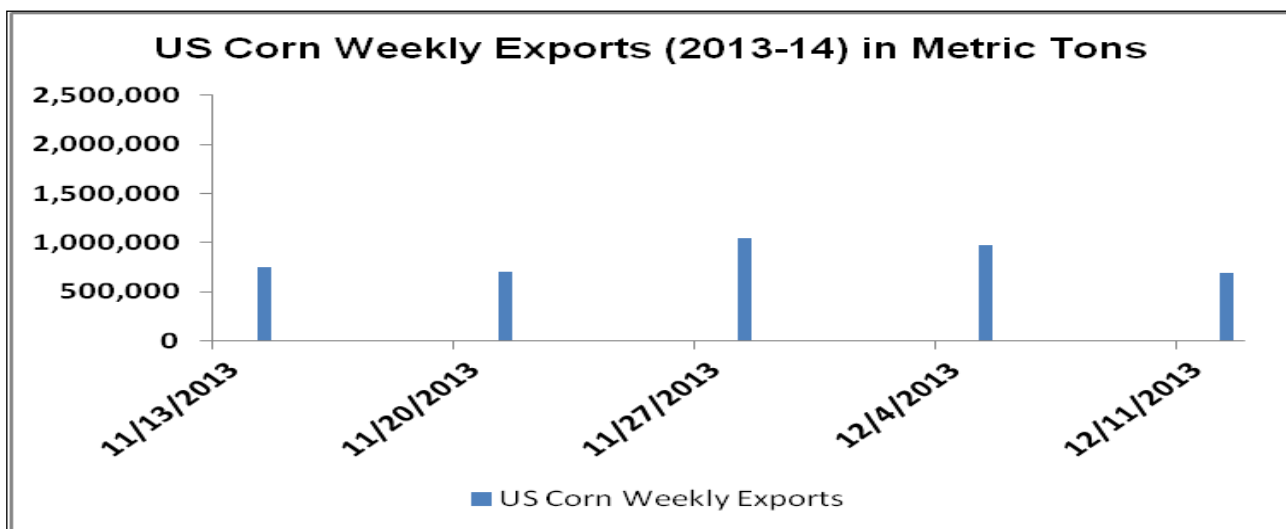
Ahmedabad	Feed	1300	1310	1300	1420	1540
	Starch	1325	1370	1270	1380	1570

DOMESTIC MAIZE OUTLOOK:

Maize is expected to feature steady tone amid limited demand and supply in the market.

INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS:

As per USDA, U.S. accumulated corn export figures reached to 97,72,027 metric tons for the 2013-14 marketing year which is higher by ~60% from the last marketing year during the same period. Exports of 6,93,400 MT were reported by U.S. to China (245,500 MT), Mexico (115,700 MT), Colombia (88,100 MT), South Korea (63,000 MT), Japan (54,700 MT), and Peru (45,800 MT) for the period Dec 6- Dec 12, 2013.



Some other major International Corn Highlights during the week are:

- As per Reuter, a group of Israeli private buyers has purchased about 95,000 tons of corn. Out of which 45,000 tons of corn was purchased at a premium of 132.50 cents c&f over the Chicago May corn contract and remained was purchased at 127 cents c&f over the May contract, to be sourced from the Black Sea region for the shipment between February and April 2014.
- As per Reuter, China has rejected a total of 545,000 tons of corn from the United States as of Dec 19, after detecting an unapproved genetically modified strain (GMO), the government's quarantine authority said on Friday.
- Informa Economics raised its outlook for 2014 corn seeding to 91.8 million acres, from 91.5 million previously estimated but below from 95.3 million acres in 2013. Also, projected corn production forecast for U.S for 2014/15 at 13.741 billion bushels, down from a record 13.989 billion bushels in 2013/14.

- As per Reuter, European traders told that Korean importers on Tuesday agreed to accept early delivery of 195,000 tons of U.S.-origin corn as china concern goes on.
- As per USDA, Private exporters reported the sale of 278,384 tons of U.S. corn to Japan for delivery in next marketing year 2014-15 which will start on Sept. 1, 2014.
- As per Reuter, European traders told that South Korea's Korea Feed Association bought 65,000 tons of corn at \$229.95 a ton c&f from Dreyfus for arrival in January 2014.

INTERNATIONAL MAIZE OUTLOOK:

Corn prices on CBOT market increased on larger-than-expected corn exports in USDA's weekly report and short-covering.

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	19.12.2013	12.12.2013	Change
Corn CBOT Prices	Dec-13	169.44	168.56	0.88
	Mar-14	172.59	170.92	1.67
	May-14	175.35	174.17	1.18
	Jul-14	177.71	176.82	0.89
	Sep-14	180.17	179.09	1.08

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 down in oversold zone which might take correction in the short run.
- **Strategy:** Buy above 1200 and target would be 1230 for the near term.

Maize NCDEX (January)
Support & Resistance

S2	S1	PCP	R1	R2
1184	1199	1214	1239	1264

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