

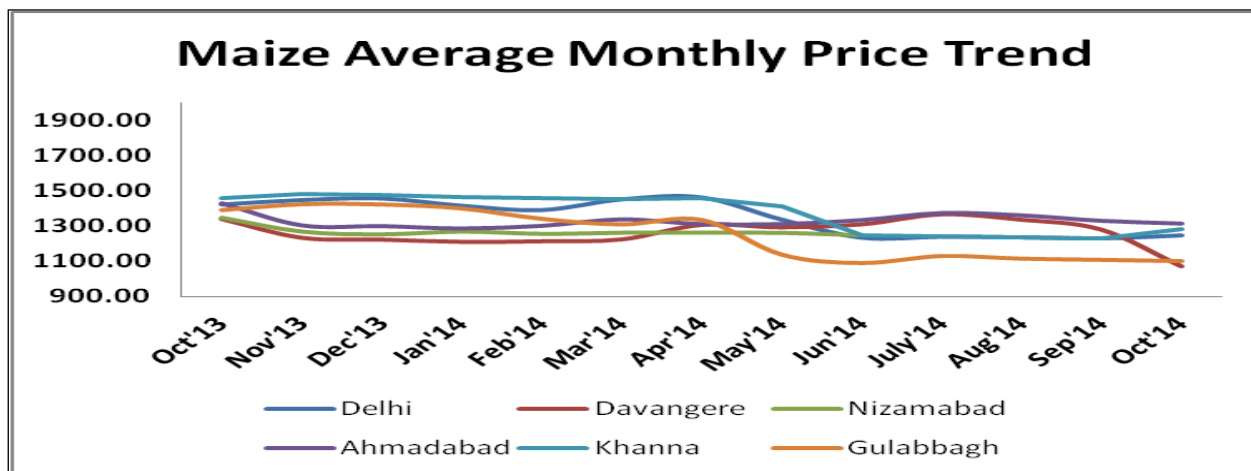
EXECUTIVE SUMMARY:

Maize market improved slightly after touching its bottom in the first week of October on the back of good production prospect supported by new arrival and sluggish domestic demand. Prices in cash market is likely to move further up due to Government procurement in A.P. and lower supply of dried stock at this point of time as harvesting is delayed by couple of weeks. It remains supported for cash market fundamental. However, uptrend is unlikely to continue after mid November as pressure would build up by then in the domestic market. Market may trade in between Rs. 1000-1165 per quintal trade band. Overall outlook remains bearish as Indian export parity has turned into negative and major competitor like Argentina and Brazil are offering attractive price in comparison to India.

Market expert expect export demand from next month as price of domestic maize may dip from current level. It may attract buyers like Bangladesh, Vietnam, and Malaysia. Domestic buyer to may be active for bulk buying after domestic market price stabilizes near 1000-1050.

During the month of October, in Ahmadabad region of Gujarat, poultry feed makers quotes for maize were down by Rs. 30 per quintal to Rs. 1300-1360 per quintal while starch feed makers quotes were down by Rs. 10 per quintal as compared to last month, in a range of Rs. 1270-1330 per quintal, sourced from U.P.

At the time, Maize is moving towards Kolkata at Rs. 1275-1300 per quintal, sourced from Naugachia region of Bihar. Meanwhile, it is moving towards Bangalore, Nammakal and Chitradurga at Rs. 1200 per quintal, 1250 per quintal and Rs. 1150 per quintal respectively, sourced from Davangere.



INDIA MAIZE BALANCE SHEET

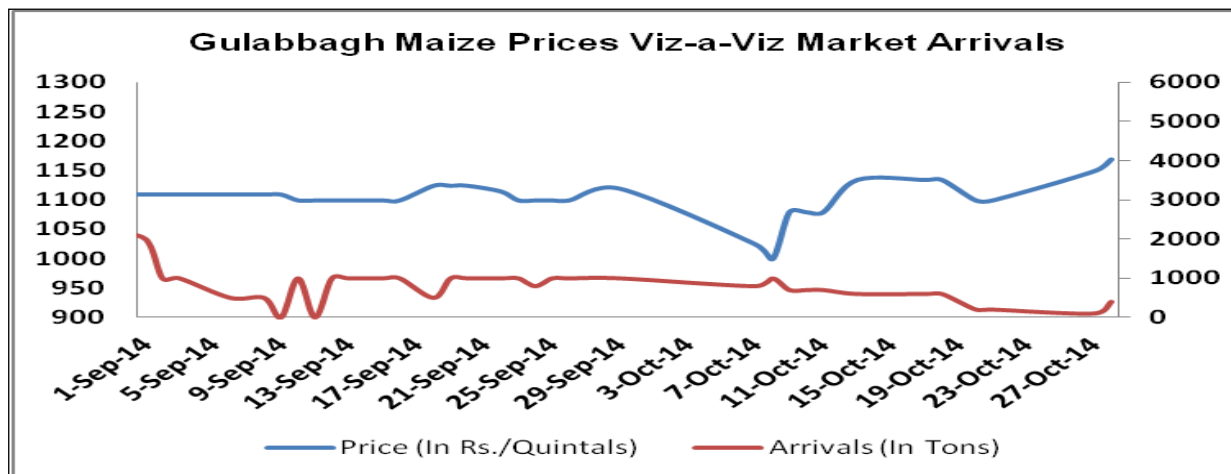
			2014-15 Quarterly B/S			
	2013-14E	2014-15F	Oct-Dec'14 F	Jan-Mar'15 F	Apr-Jun'15 F	July-Sep 15 F
Opening Stocks (MMT)	2.17	2.45	2.45	6.68	3.63	3.67
Production (MMT)	21.86	21.22	12.24	3.06	4.74	1.18
Farmer's Release (MMT)	15.71	15.26	7.48	3.21	3.21	1.37
Govt. Procurement (MMT)	1.09	1.09	0.49	0.60		
Pvt. Trade Release (MMT)	14.61	14.17	3.36	6.23	2.75	1.83
Seed Retention (MMT)	0.24	0.23	0.04	0.00	0.20	0.00
Imports (MMT)	0.01	0.01	0.00	0.00	0.00	0.01
Total Supply (MMT)	24.04	23.68	14.69	3.06	4.74	1.19
Export (MMT)	3.73	3.73	0.65	1.20	1.53	0.35
Domestic Consumption (MMT)	17.86	17.53	7.36	4.91	3.16	2.10
Total Demand (MMT)	21.59	21.26	8.01	6.11	4.69	2.45
Ending Stock (MMT)	2.45	2.42	6.68	3.63	3.67	2.42

- *E= AW Estimates, F=AW Forecast*

- *All figures in million tons*

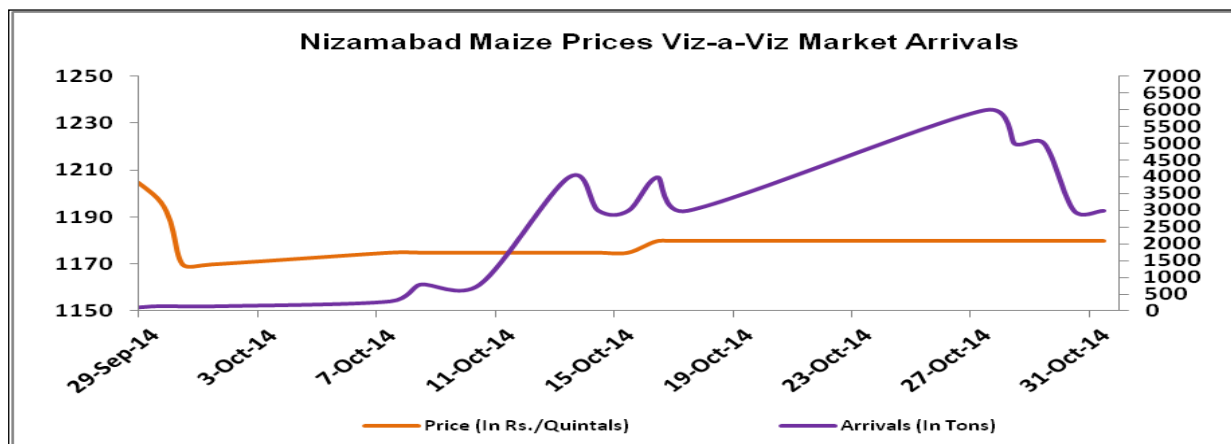
STATE - WISE MARKET DYNAMICS

BIHAR



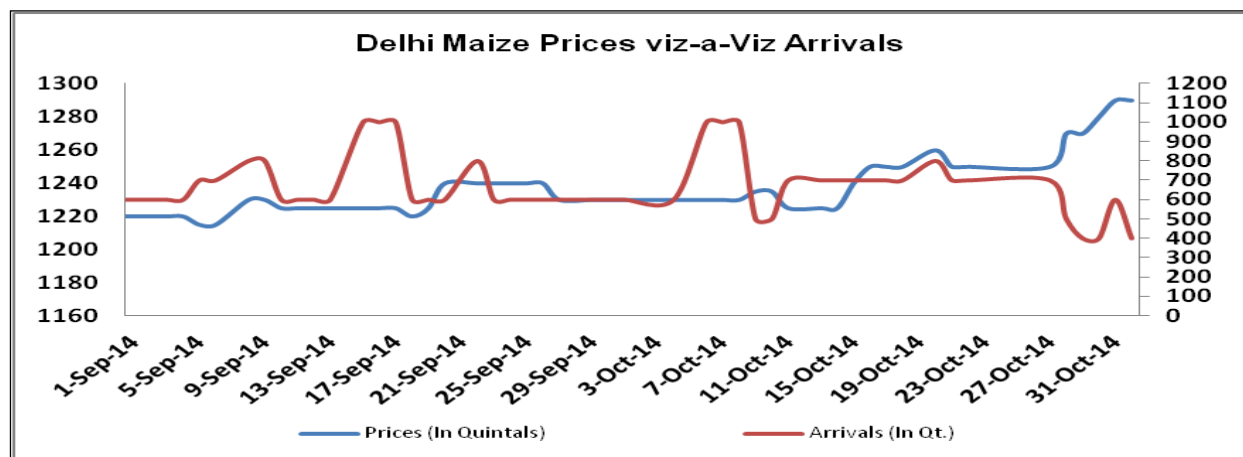
As per trade sources, maize is moving towards Kolkata at Rs. 1275-1300 per quintal on delivered basis sourced from Naugachia region of Bihar. Higher carry forward stock amid lower export demand could keep prices under pressure.

ANDHRA PRADESH



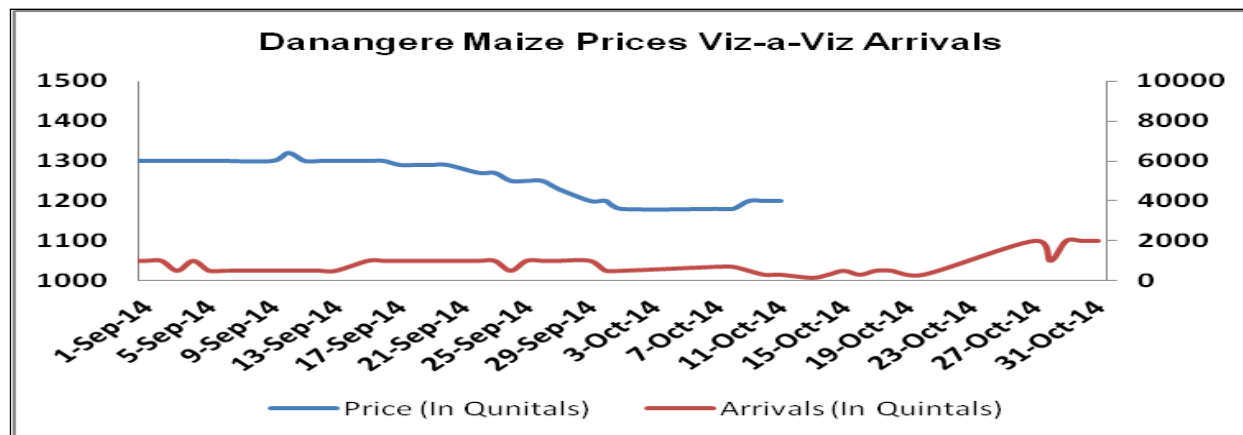
In Nizamabad, maize crop contains around 13-16% moisture. Government of A.P. has quantity of maize around 0.02 million tons at this time and continues procuring at the MSP. Sources revealed that maize could trade steady to range bound in the near term.

DELHI



In Delhi, hybrid maize is quoting at Rs. 1260 per quintal, sourced from U.P. Sources revealed that maize could trade steady to slightly firm in the near term due to lower arrivals.

Karnataka



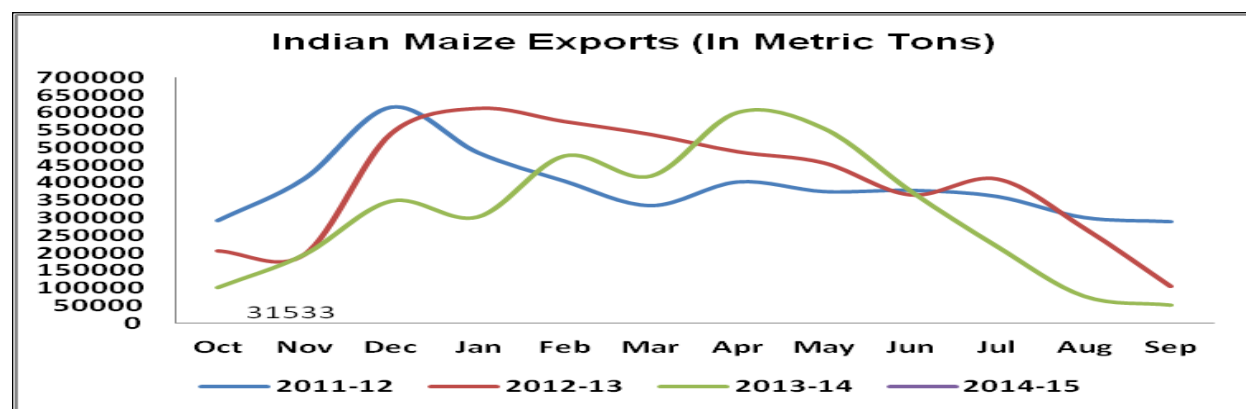
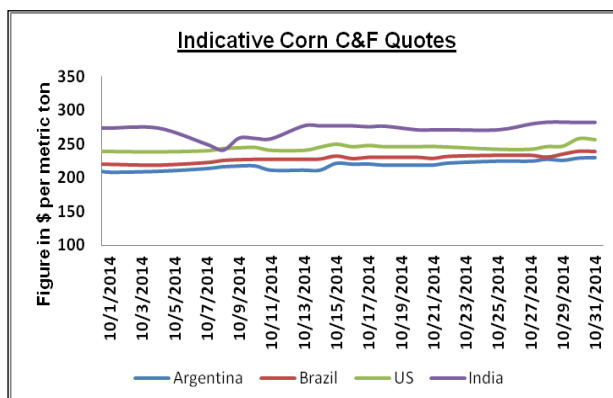
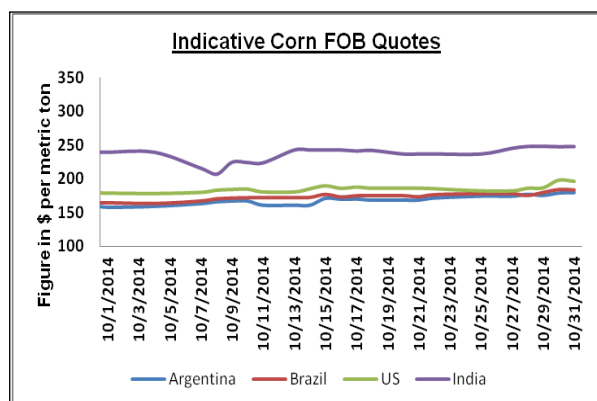
Higher moisture contain around 18 to 22 percent keeps traders/buyers away from any active buying at this point of time. However, dry maize is moving towards Bangalore, Nammakal and Chitradurga at Rs. 1200 per quintal, Rs. 1250 per quintal and Rs. 1150 per quintal respectively, sourced from Davangere. Sources revealed that government of Karnataka has stock of maize around 0.35 million tons.

Market	2014-Oct.	2014-Sept.	2013-Oct.	% Change from Prev. Month	% Change from Prev. Year
Delhi (U.P. Origin)	1246	1228	1419	1.47	-12.19
Davangere(Loose)	1055	1230	NA	-14.23	-
Shimoga	1090	1304	1440	-16.41	-24.31
Bagalkot	1071	1129	1292	-5.14	-17.11
Gadag	983	1187	1157	-17.19	-15.04
Nizamabad	1177	1197	1363	-1.67	-13.65
Khanna	1282	1228	1457	4.40	-12.01
Ludhiana	1300	1230	1468	5.69	-11.44
Sangli	1212	1360	1407	-10.88	-13.86
Gulabgh	1099	1108	1390	-0.81	-20.94

PRICE OUTLOOK:

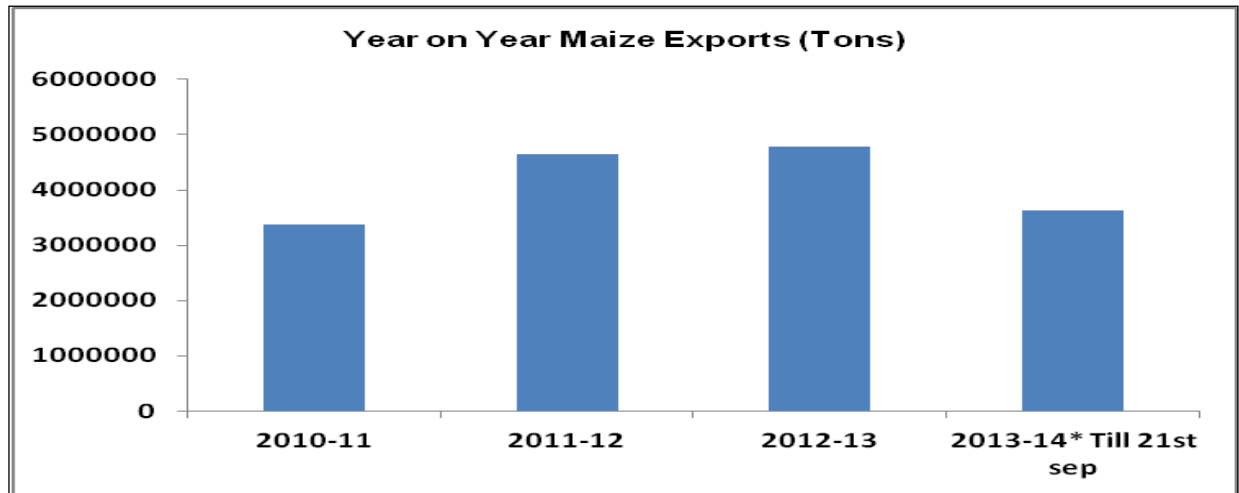
For the month of November, we expect that maize prices could be in range with weak bias likely to continue. Higher carry forward stock amid sluggish export and domestic demand of poultry feed makers with the new crop arrival pressure could keep prices under pressure.

ON THE EXPORT FRONT:

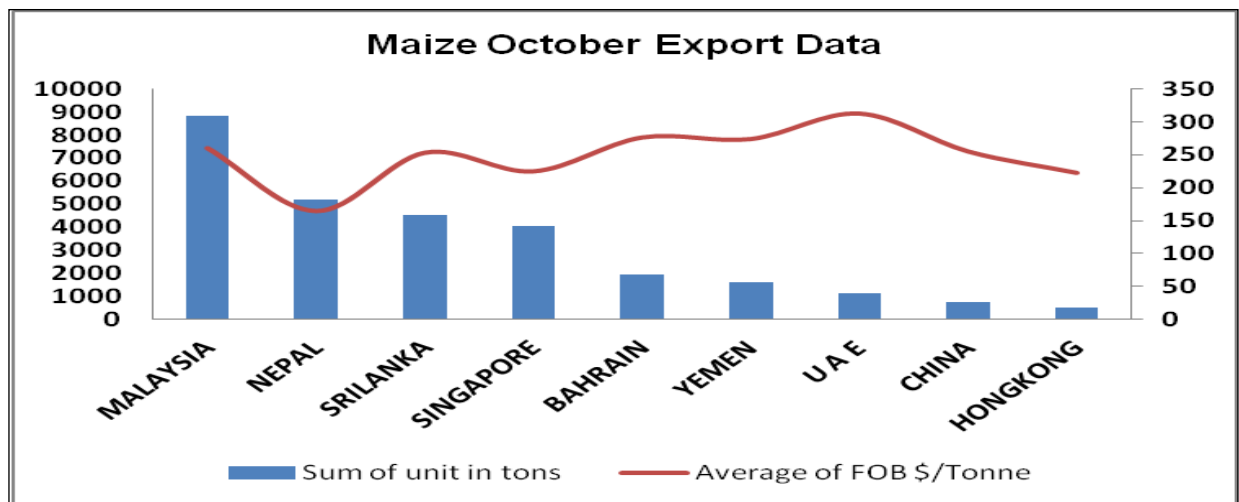


Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 61.4080)				
As on 31.10.2014	Argentina	Brazil	US	India
FOB	179.72	184.05	196.46	247.48
Cost and Freight (C&F)	229.72	239.05	256.46	282.48

YEAR ON YEAR MAIZE EXPORTS



MAIZE OCTOBER EXPORTS



November 5th, 2014

FUTURES MARKET ANALYSIS: NCDEX MAIZE (NOVEMBER CONTINUOUS WEEKLY FUTURE CHART)



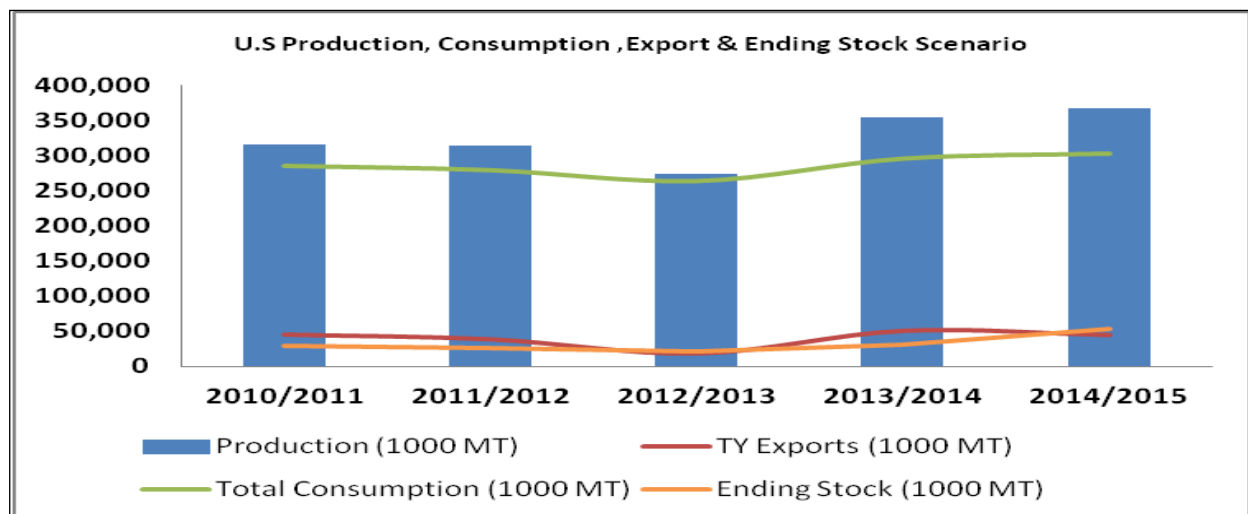
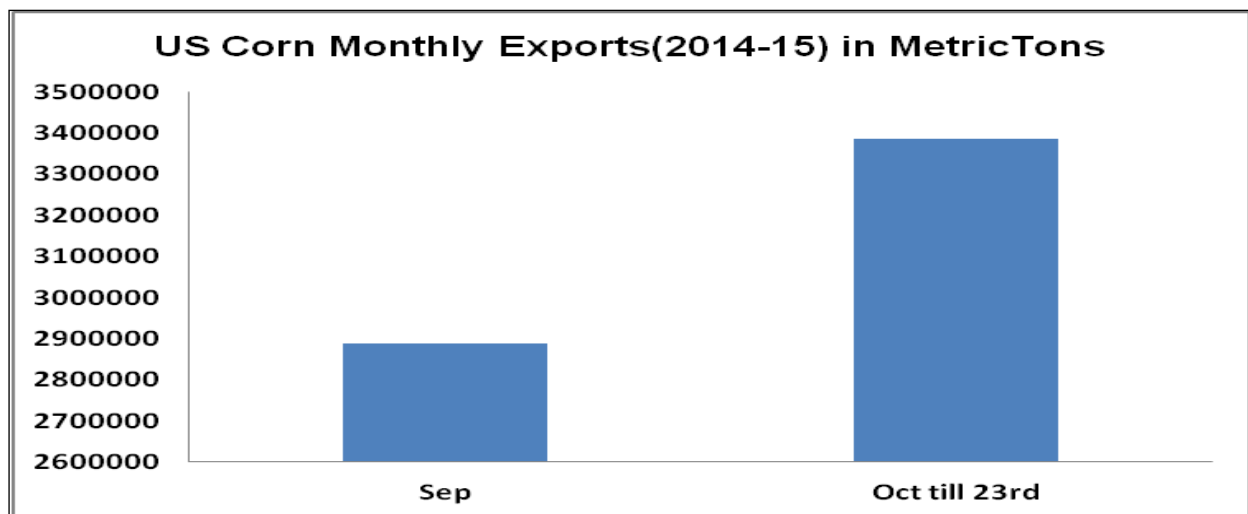
- Candlestick chart pattern reveals gain in the market.
- RSI is moving up in neutral zone.
- Prices closed above 9 and 18 days EMAs.
- However, increase in prices with lower volume and OI indicates to weak market.
- Strategy: Sell below 1170 and target1 and target2 would be 1060, 1005.

Support & Resistance				
S2	S1	PCP	R1	R2
950	990	1095	1194	1235

INTERNATIONAL MARKET SCENARIO:

U.S.

As per USDA, U.S accumulated corn export figures reached to 64,62,934 metric tons for the 2014-15 marketing year. Exports of 8,29,500 MT reported by U.S to Mexico (166,900 MT), South Korea (135,100 MT), Japan (114,000 MT), Colombia (102,700 MT), Peru (85,100 MT), Canada (45,600 MT), and Guatemala (34,800 MT) for the period October 17-23, 2014.



As per the latest crop progress report released by USDA, 65% crop of corn has been harvested as of 2nd November, 2014, below 6% from the last year and 8% from the last 5 year average period.

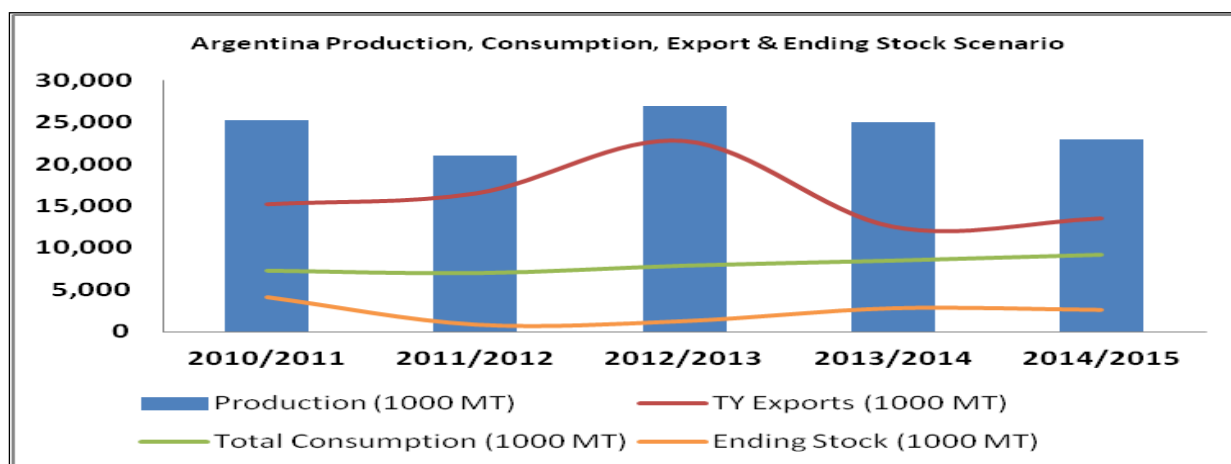
USDA quarterly grain stock report shows corn stocks as of Sept. 1 at 1.235 billion bushels, up from the average trade estimate of 1.185 billion and above 821 million a year ago.

November 5th, 2014

Lanworth raised its forecasts for U.S. 2014 corn by 0.032 billion bushels to 14.596 billion bushels from the previous month forecast as it raised its U.S. corn yield estimate by 0.5 bushels per acre to 174.9 bushels per acre. Lanworth made no changes to its Sept. 17 forecasts of harvested area of 83.471 million acres for corn.

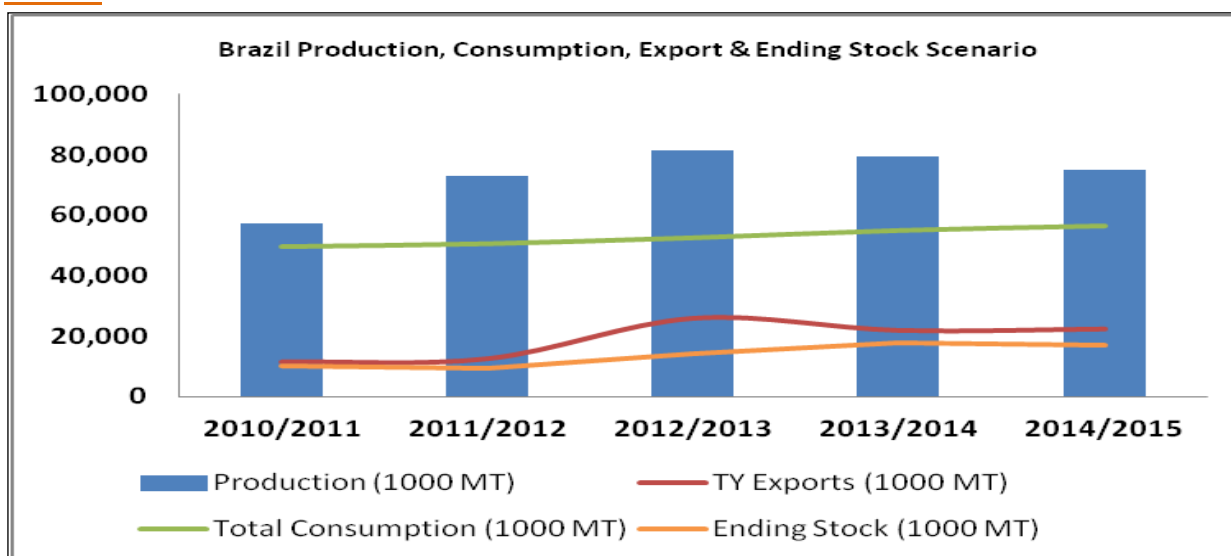
As per USDA, corn ending stocks for U.S are forecasted higher by 2.006 million tons to 52.850 million tons for 2014/15 from the last month forecast as U.S corn production is increased by 2.021 million tons to 367.680 million tons from the last month due to increase in yield.

ARGENTINA



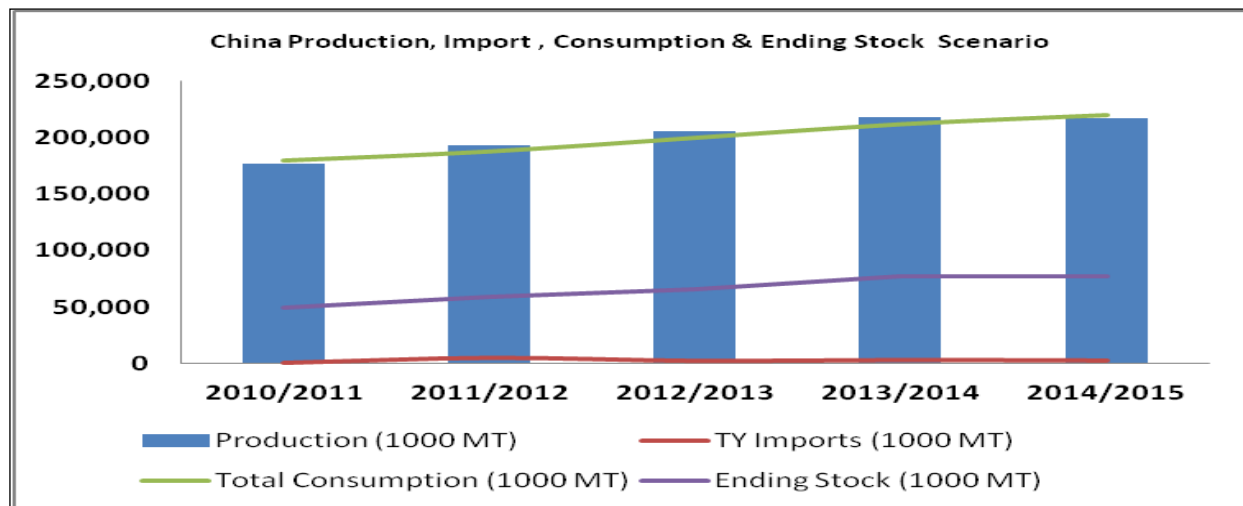
USDA kept unchanged its ending stock estimates for Argentina at 2.635 million tons from the previous month estimates for 2014/15.

BRAZIL

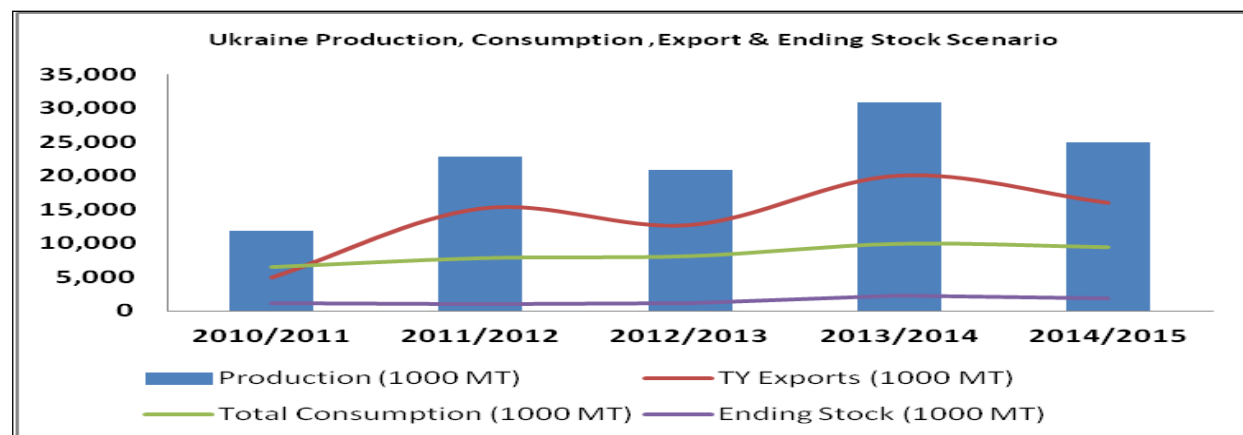


USDA kept unchanged its ending stock estimates for Brazil at 17.05 million tons from the previous month estimates for 2014/15.

CHINA



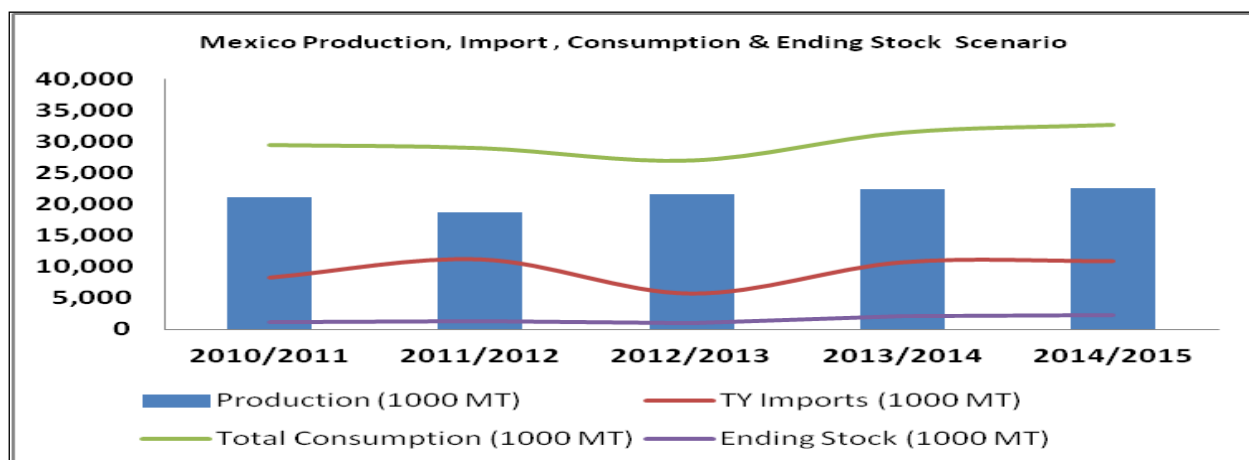
USDA decreased its corn ending stock forecast by 0.025 million tons to 77.335 million tons for 2014/15 from the last month.



UKRAINE

USDA decreased its corn production estimates for Ukraine by 1 million tons to 25 million tons for 2014-15 from the last month. Also, decreased its ending stock forecast by 0.5 million tons to 1.891 million tons from the last month.

MEXICO



USDA decreased its corn ending stock forecast for Mexico by 0.15 million tons to 2.261 million tons for 2014/15 as compared to last month forecast.

INTERNATIONAL CORN HIGHLIGHTS

The International Grains Council raised its forecast for the 2014/15 global corn production by 6 million tons to 980 million tons from the previous month forecast as expectations for US yields continued to improve but still below the prior season's record of 983 million tons harvest due to expected declines in China and South America.

As per Reuter news, South Africa's Crop Estimates Committee said that South African farmers are likely to plant maize lower by 0.1 million hectares to 2.6 million hectares of the staple grain in the 2015 season, on the expectations of low prices for maize.

As per Reuters news, Indonesia corn production for 2014 is estimated at 19.13 million tons, above a previous forecast at 18.55 million tons.

Maize CBOT Monthly Futures Price Listing (USD/MT)				
	Contract Month	30.10.2014	30.9.2014	Change
Corn CBOT Prices	Dec-14	147.21	128.22	18.99
	Mar-15	152.32	133.23	19.09
	May-15	155.77	136.58	19.19
	July-15	158.42	139.33	19.09

INTERNATIONAL OUTLOOK:

Corn prices on CBOT market increased as slow harvest delayed deliveries to processors and elevators; also spillover strength from soy meal futures leads the grain market. Wheat and maize is used as cattle/poultry feed too and with prices of wheat in global market ruling at lower level, cattle/ poultry feed industry may turn to wheat as substitute for maize. It would cut down demand for maize. Besides, major maize producers like U.S, Argentina, Brazil have ample marketable surplus amid good in coming crop would further pressurize global maize market. IGC has increased its forecast for global corn production at 980 million ton while USDA has increased its projection for U.S corn production by 2.021 million tons to 367.680 million tons from the last month due to increase in yield. Overall outlook for global maize market remain bearish.

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