

## EXECUTIVE SUMMARY

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

In Ahmadabad region of Gujarat, Poultry feed makers quoted maize down by Rs. 20 per quintal in a range of Rs. 1280-1330 per quintal. However, starch feed makers quoted maize firm by Rs. 20 per quintal in a range of Rs.1300-1370 per quintal as compared to last week, sourced from Maharashtra. As per trade sources, poultry and starch feed makers have 2 months stock in quantity.

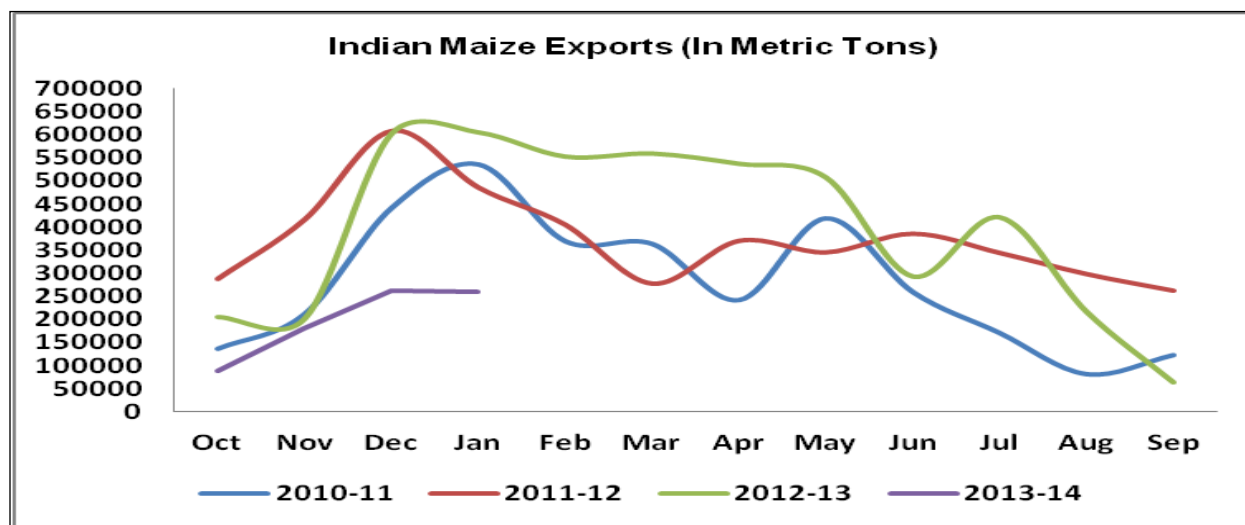
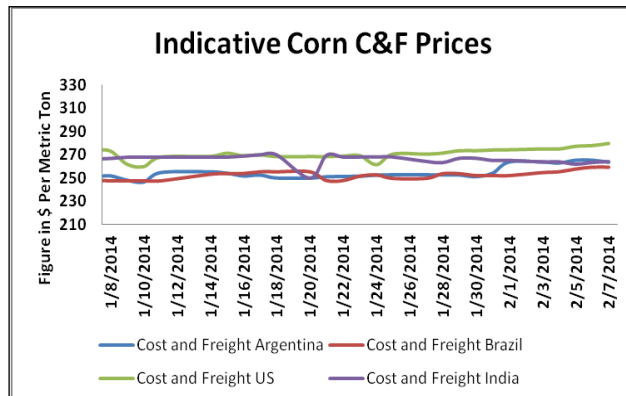
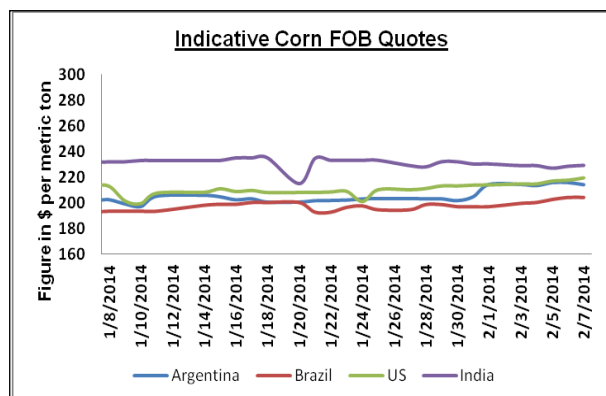
Meanwhile, in the Khanna market of Punjab, the maize was quoted firm by Rs. 20 per quintal to Rs. 1480 per quintal as compared to last week. On daily basis, arrivals of maize reported around 8-9 motors, contained 14% moisture, sourced from Bihar and Himachal. Sources revealed that maize stock could be around 100 motors.

As per Ministry of Agriculture, maize have been sown in 15.085 lakh hectares during 2013-14 against 14.265 lakh hectares sown in 2012-13 for rabi season.

## BUSINESS FROM VARIOUS SOURCING CENTERS DURING THE SEASON TILL DATE:

| Destination | By Road (Rs/MT)               | By Rake (Rs/MT) |
|-------------|-------------------------------|-----------------|
| Delhi       | 14100<br>(U.P. Origin)        |                 |
| Hyderabad   | 13500<br>(A.P. Origin)        |                 |
| Bangladesh  | 12500<br>(Bihar Origin)       |                 |
| Pune        | 12250<br>(Maharashtra Origin) |                 |
| Gujarat     | 13000<br>(Maharashtra Origin) |                 |

## ON THE EXPORT FRONT:



As per IBIS data, During the month of Jan'14, 0.2601 million tons corn exports reported to Malaysia, Bangladesh, Vietnam, Indonesia, Taiwan, UAE and Bahrain mainly through JNPT, Tondiarpet ICD, Kakinada Sea, Krishnapatnam sea and Mangalore sea port.

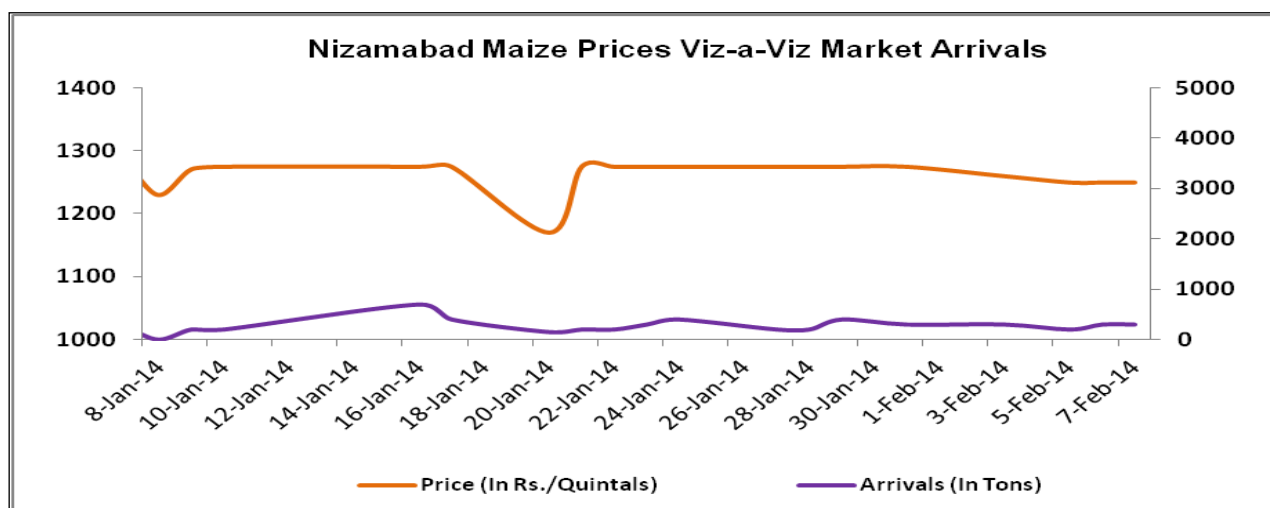
| Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 62.09) |           |        |       |        |
|--|-----------|--------|-------|--------|
|  | Argentina | Brazil | US    | India  |
| FOB  | 213.98    | 204.05 | 219.7 | 229    |
| Cost and Freight (C&F)   | 263.98    | 259.05 | 279.7 | 264.19 |

### 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:

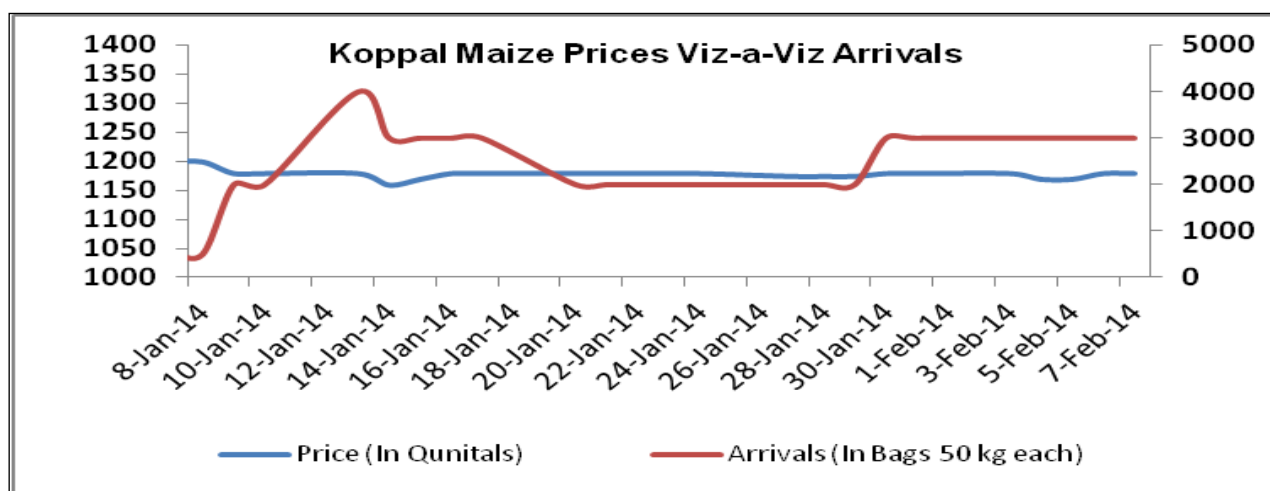
#### ANDHRA PRADESH:

Maize is moving towards hydrabad at Rs. 1350 per quintal, sourced from warrangal and karimnagar. As per trade sources, In Nizambad, maize stock could be around 39,000 MT (included government stock 30,000 MT and local stockiest stock around 9,000 MT).



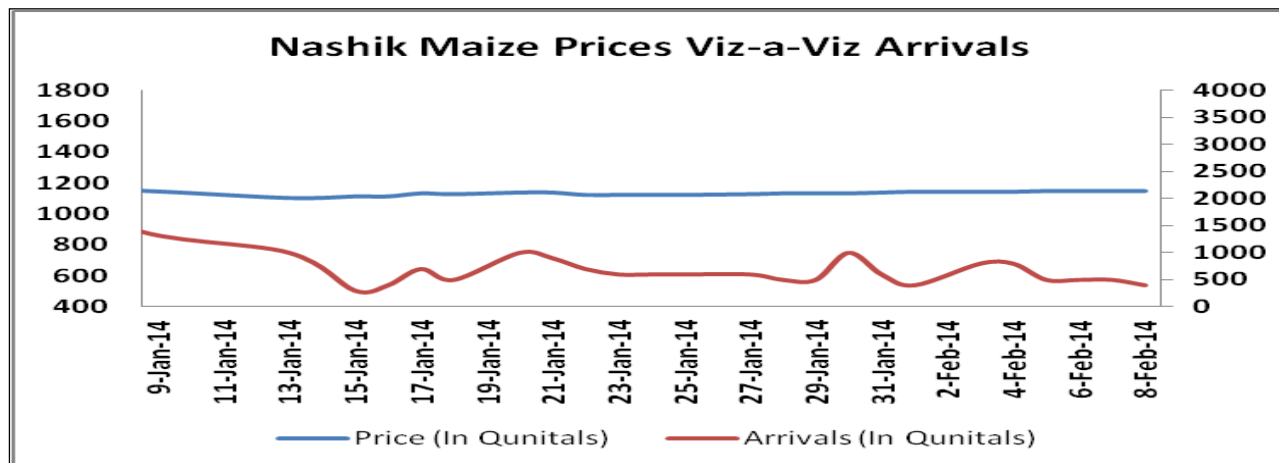
#### KARNATAKA:

As per trade sources, in Davangere, maize crop contain 14% moisture. Maize is moving towards Chennai at Rs. 1300 per quintal, sourced from Karnataka.



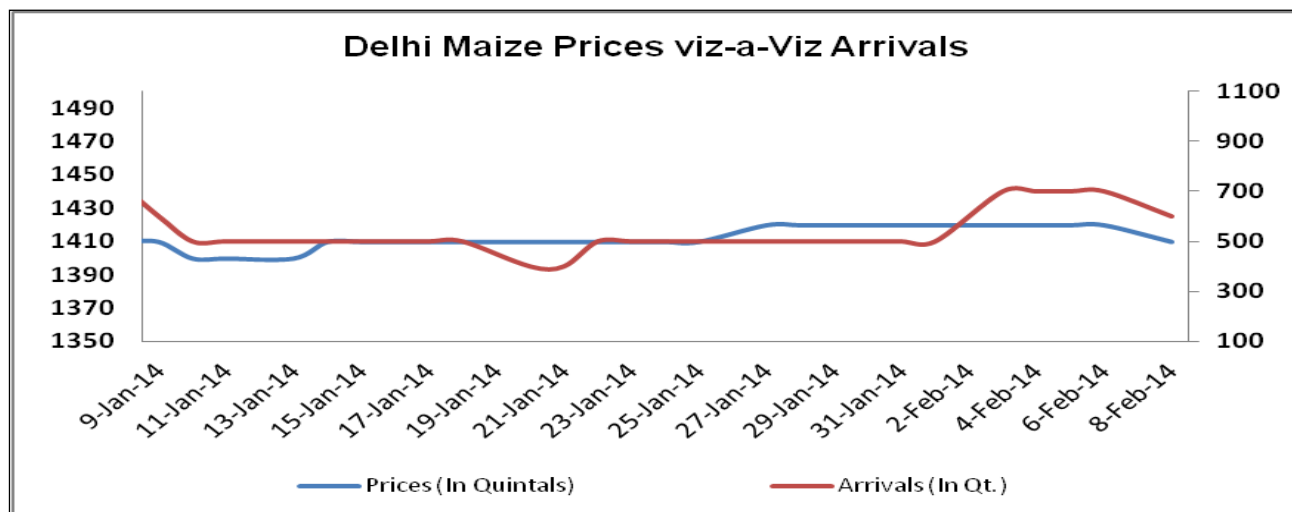
### MAHARASHTRA:

As per trade sources, Maize are moving towards Pune at Rs. 1225-1300, Satara at Rs. 1225-1250 and Gujarat at Rs. 1290-1300 per quintal, sourced from Maharashtra.



### DELHI:

During the week, hybrid maize traded steady at Rs.1420 per quintal as compared to last week, sourced from U.P. Sources revealed that prices could trade steady to firm in the near term.



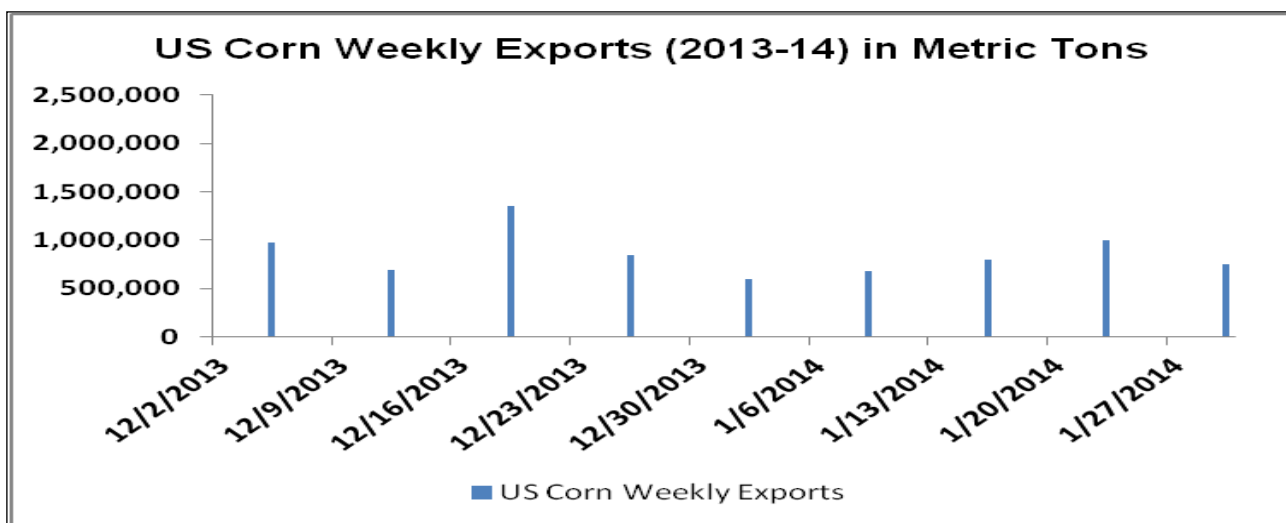
### MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

| Market     | Grade        | 7 Feb, 2014 | Week Ago | Month Ago | 2 Month Ago | Year Ago |
|------------|--------------|-------------|----------|-----------|-------------|----------|
| New Delhi  | Hybrid       | 1420        | 1420     | 1410      | 1450        | 1465     |
| Davangere  | Bilty        | 1200        | 1240     | 1200      | 1300        | 1350     |
| Shimoga    | Bilty        | 1110        | 1110     | 1080      | 1310        | 1350     |
| Ranebennur | Bilty        | 1150        | 1165     | 1240      | 1270        | 1340     |
| Bagalkot   | Hybrid/Local | 1159        | 1161     | 1155      | 1118        | 1332     |
| Gadag      | Local        | 1121        | 1132     | 1115      | 1146        | 1326     |
| Hubli      | Local        | 1133        | 1118     | 1121      | 1086        | 1306     |
| Nizamabad  | Bilty        | 1250        | 1275     | 1275      | 1275        | 1365     |
| Karimnagar | Local        | 970         | NA       | 1121      | 1150        | NA       |
| Khanna     | Bilty        | 1450        | 1450     | 1480      | 1480        | 1480     |
| Ludhiana   | Bilty        | 1450        | 1450     | 1450      | 1450        | 1460     |
| Sangli     | Bilty        | 1250        | 1220     | 1210      | 1197        | 1419     |
| Ahmedabad  | Feed         | 1300        | 1320     | 1260      | 1290        | 1470     |
|            | Starch       | 1350        | 1350     | 1270      | 1300        | 1525     |

**DOMESTIC MAIZE OUTLOOK:** Maize is expected to feature steady to firm tone amid higher domestic demand from poultry and starch in the near term.

### INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS:

As per USDA, U.S. accumulated corn export figures reached to 14,940,827 metric tons for the 2013-14 marketing year which is higher by ~84% from the last marketing year during the same period but down by 26% from the last week. Exports of 7,47,300 MT were reported by U.S. to Japan (255,000 MT), Taiwan (137,000 MT), Mexico (121,700 MT), Vietnam (63,100 MT), and Venezuela (32,000 MT) for the period Jan 24- Jan 30, 2014.



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

- As per Reuter, USDA raises South Korea 2013/14 corn import forecast to 9.5 million MT, up 500,000 tons, of which U.S. exports are estimated at 3 million tons, up one million tons from Post's previous forecast due to competitive prices.

### INTERNATIONAL MAIZE OUTLOOK:

Corn prices on CBOT market increased as investors consolidating positions ahead of the U.S. government's monthly supply and demand report due on Monday.

| Maize CBOT Weekly Futures Price Listing (USD/Ton) |                |           |           |        |
|---|----------------|-----------|-----------|--------|
|   | Contract Month | 6.02.2014 | 30.1.2014 | Change |
| Corn CBOT Prices                                  | Mar-14         | 174.36    | 170.63    | 3.73   |
|   | May-14         | 176.53    | 172.99    | 3.54   |
|   | Jul-14         | 178.5     | 174.56    | 3.94   |
|   | Sep-14         | 179.19    | 175.55    | 3.64   |
|   | Dec-14         | 180.37    | 177.22    | 3.15   |

**FUTURES MARKET ANALYSIS: NCDEX MAIZE:**

**(February Contract Weekly Chart)**

- Candlestick chart pattern reveals that prices could take correction in the near term.
- RSI is moving up in oversold zone.
- Strategy: Buy near 1205 and target1, target2 would be 1217, 1223 and for the near term.

**Maize NCDEX (February)**

| Support & Resistance |      |      |      |      |
|----------------------|------|------|------|------|
| S2                   | S1   | PCP  | R1   | R2   |
| 1179                 | 1193 | 1208 | 1227 | 1242 |

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