

EXECUTIVE SUMMARY

Mixed sentiments reported in major spot markets of maize during last week.

In Ahmadabad region of Gujarat, poultry feed makers quoted maize down by Rs. 10 per quintal to Rs. 1280-1320 per quintal while starch feed makers quoted maize down by Rs. 10 per quintal to Rs.1280-1390 per quintal as compared to last week, sourced from Maharashtra.

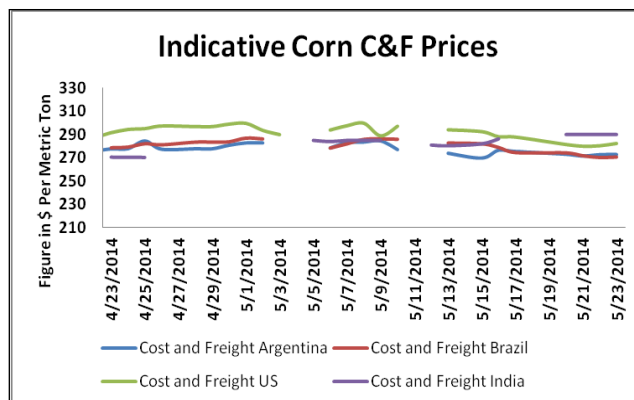
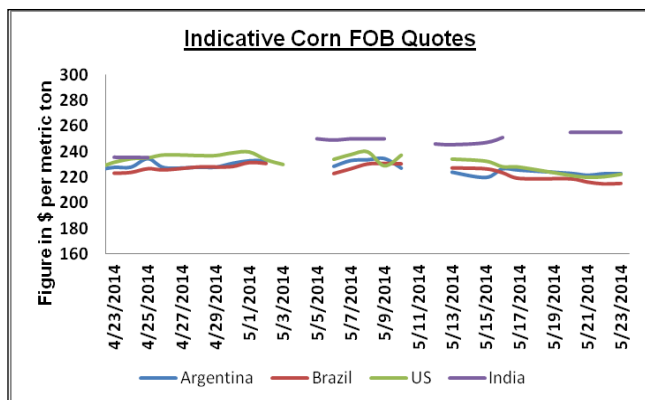
In the Khanna market of Punjab, the maize was quoted down by Rs. 50 per quintal to Rs.1400 per quintal as compared to last week. On daily basis, arrivals of maize reported around 10-11 motors. Sources revealed that maize stock could be around 200 motors.

As per third advance estimate of crop production, Maize production is expected at 24.19 million tons for 2013-14 which was 22.26 million tons for 2012-13.

BUSINESS FROM VARIOUS SOURCING CENTERS DURING THE SEASON TILL DATE:

Destination	By Road (Rs/MT)	By Rake (Rs/MT)
Delhi	13400 (Bihar Origin)	
Bangalore	14000 (Karnataka Origin)	
Namakkal	14500 (Karnataka Origin)	
Gujarat	12800 (Maharashtra Origin)	

ON THE EXPORT FRONT:



As per IBIS data, During the month of Apr'14, 0.6064 million tons corn exports reported to, Indonesia, Vietnam, Malaysia, Yemen, Taiwan and Bahrain mainly through JNPT, Krishnapatnam sea, Vizag Sea, , Chennai Sea, Kakinada Sea, Tondiarpet ICD and Tuticorin Sea.

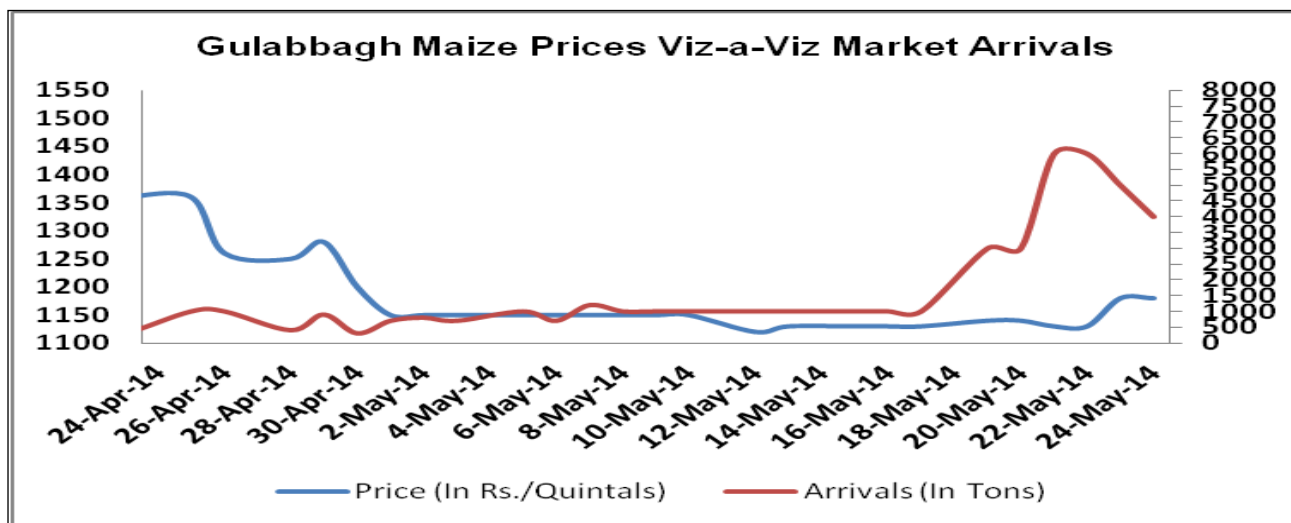
Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 58.44)				
	Argentina	Brazil	US	India
FOB	223.13	215.35	222.25	255.0
Cost and Freight (C&F)	273.13	270.35	282.25	290

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:

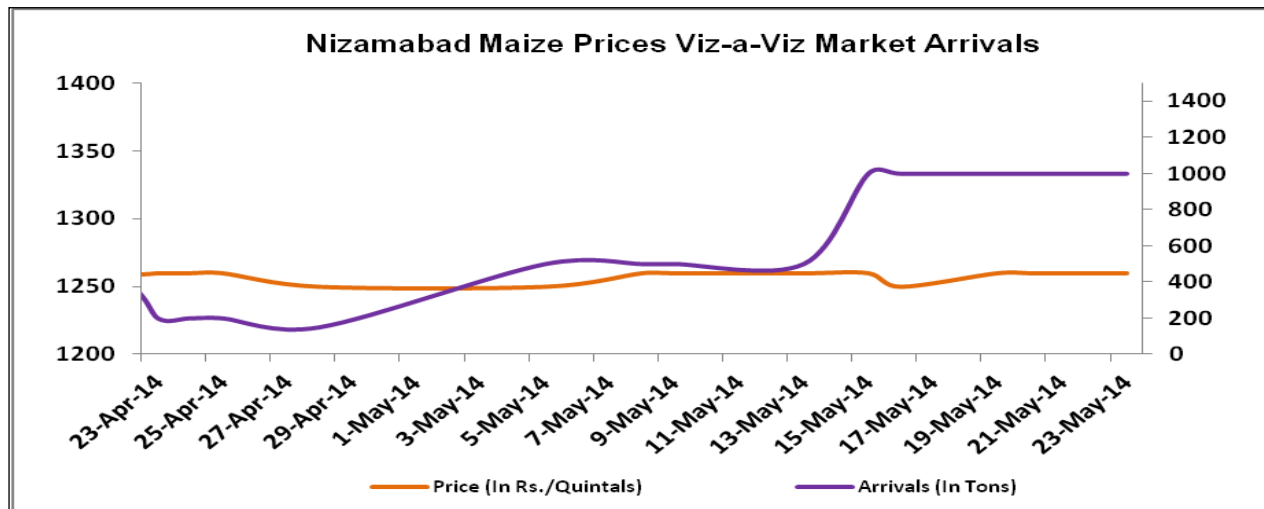
BIHAR

In Gulabbagh mandi, maize was quoted firm by Rs. 50 per quintal to Rs. 1130-1180 per quintal as compared to last week amid higher demand. Sources revealed that new crop contained 14% moisture. Besides, during last week, it moved towards vizag port at Rs. 1330-1380 per quintal, sourced from Gulabbagh and Kolkata at Rs. 1225-1300 per quintal, sourced from Naugachia region of Bihar.



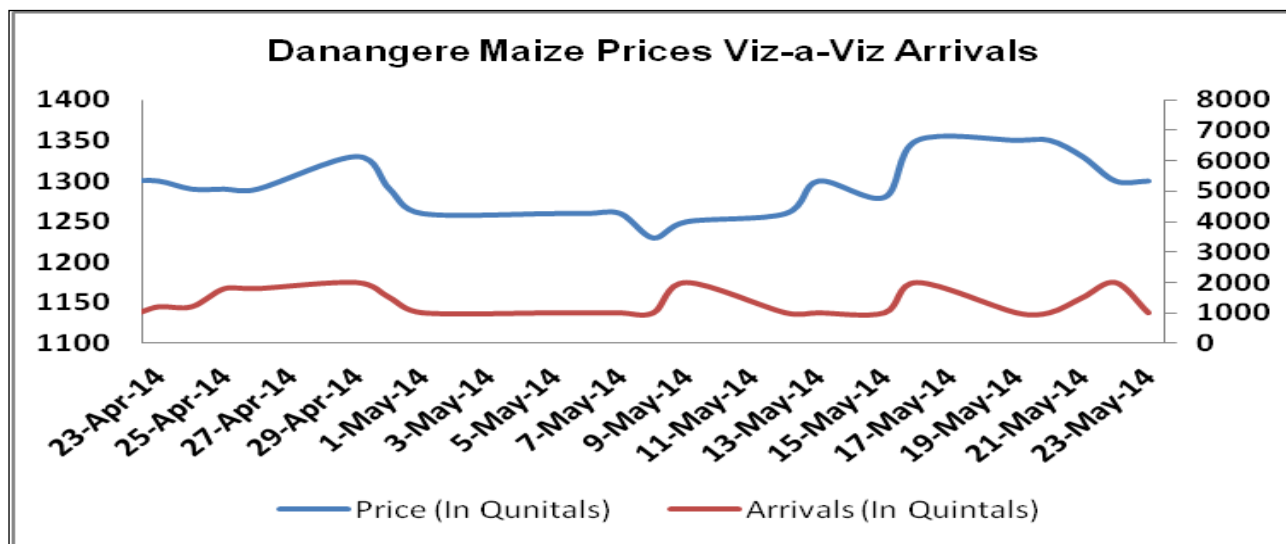
ANDHRA PRADESH:

In Nizamabad, during last week, maize was quoted steady at Rs. 1260 per quintal as compared to last week.



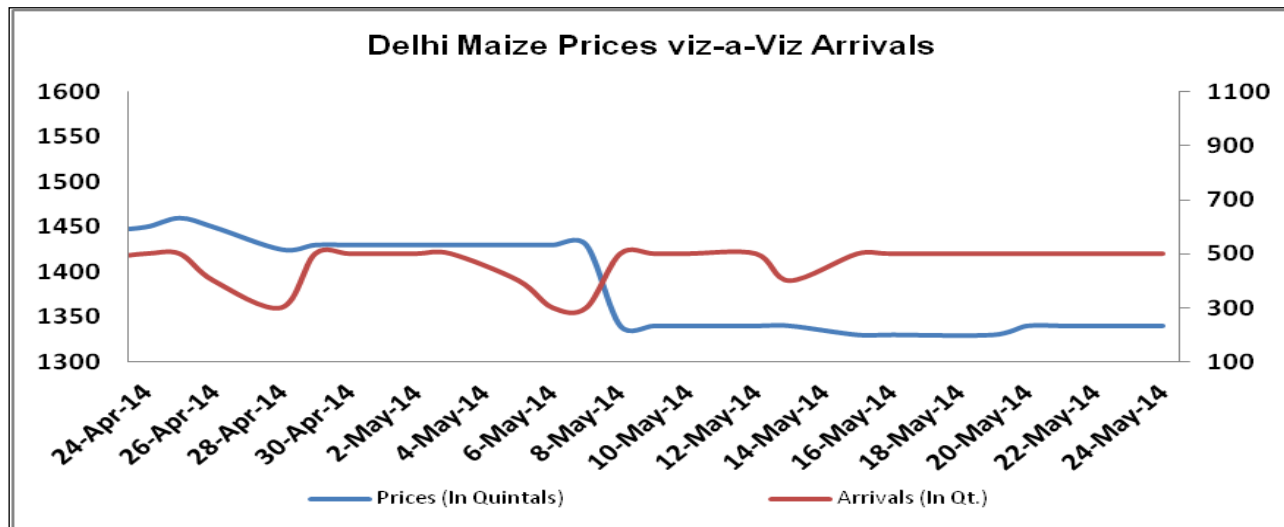
KARNATAKA:

As per trade sources, maize is moving towards Bangalore and Nammakal at Rs. 1400 per quintal and Rs. 1450 per quintal respectively, sourced from Davangere.



DELHI:

In Delhi, red maize quotes remained steady at Rs. 1330-1340 per quintal as compared to last week, sourced from Bihar.

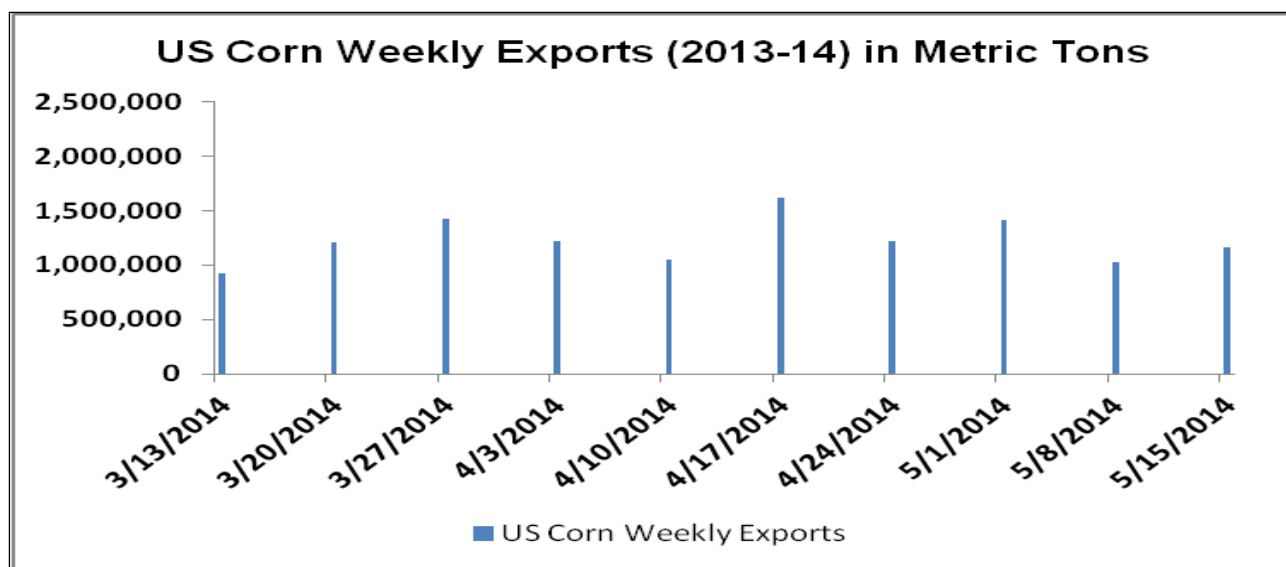

MAIZE SPOT MARKET PRICES (Rs. /QUINTAL)

Market	Grade	23 May,2014	Week Ago	Month Ago	2 Month Ago	Year Ago
Delhi	Hybrid	1340	1330	1450	1460	1350
Davangere	Bilty	1300	1350	1300	1250	1300
Shimoga	Bilty	1290	1260	1250	1140	1250
Ranebennur	Bilty	1350	1330	1350	1230	1325
Bagalkot	Hybrid/Local	1216	NA	1230	1181	1245
Gadag	Local	NA	1229	1257	1163	1259
Hubli	Local	NA	NA	1189	1128	1245
Nizamabad	Bilty	1260	1250	1260	1260	1260
Karimnagar	Local	NA	NA	1250	1264	1246
Khanna	Bilty	1400	1450	1450	1450	NA
Ludhiana	Bilty	1425	1425	1450	1450	1325
Sangli	Bilty	1330	1320	1310	1292	NA
Ahmedabad	Feed	1300	1310	1280	1360	1390
	Starch	1390	1310	1355	1375	1450

DOMESTIC MAIZE OUTLOOK: We expect that maize prices could trade down amid higher arrivals from Bihar but down could be limited due to higher domestic and export demand.

INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS:

As per USDA, U.S accumulated corn export figures reached to 31,444,015 metric tons for the 2013-14 marketing year which is up by 13% from the last week but down 12% from the prior 4-week average. Exports of 1,159,100 MT were reported by U.S. to South Korea (312,300 MT), Japan (230,200 MT), Colombia (209,400 MT), Mexico (187,300 MT), Taiwan (83,200 MT), Egypt (65,200 MT), and Guatemala (22,800 MT) for the period May 9- May 15, 2014.



Some other major International Corn Highlights during the week are:

- As per Ukrainian agriculture ministry, maize has been sown in 4.7 million hectares. Besides, it plans to sow a total of 4.9 million hectares of maize this year versus 4.83 million in 2013. (Source: Reuter)
- U.S traders told that South Korea's Korea Corn Processing Industry Association bought 55,000 tons of U.S. corn at \$266.50 per ton, including cost and freight, for arrival by Aug. 25.
- As per Reuter news, Argentina will produce 31.1 million tons of corn in the current 2013/14 harvest, up from a previous estimate of 29.8 million tons due to increase in expected yield.
- European traders told that South Korea's Major Feedmill Group has purchased 198,000 tons of corn from Toepfer International for November to December arrival. The purchase was comprised of 68,000 tons of South American origin corn for arrival around Nov. 25 at \$260.54 a ton c&f plus a \$1.50 a ton surcharge for unloading at an additional port. Another 65,000 tons which can be sourced from any origin for arrival around Dec. 4 was purchased at \$259.64 a ton c&f plus a \$1.50 a ton surcharge for unloading at an additional port. A further 65,000 tons which can be sourced from any origin for arrival around Dec. 13 was purchased at \$258.64 a ton c&f plus a \$1.50 per ton surcharge. (Source: Reuter)

- As per the latest crop progress report released by USDA, the corn crop has been planted 73% as of 18th May, 2014 in the corn growing regions of U.S., higher by 8% from the last year but down by 3% from the last 5 year average period. Besides, corn has been emerged 34% as of 18th May, 2014, higher by 17% from the last year but below 8% from the last 5 year average period.
- As per Reuter news, preliminary Japanese government data shows that Japan's use of corn in animal feed production rose to 46.2% in the Mar'14 from 42.2% during the same month last year as users' reliance on alternatives such as sorghum, wheat and barley decreased.
- As per the National Grain and Oil Trade Center, China will sell 1.0 million tons of corn from state reserves on May 22. (Source: Reuter)

Maize CBOT Weekly Futures Price Listing (USD/MT)				
	Contract Month	22.5.2014	15.5.2014	Change
Corn CBOT Prices	Jul-14	187.65	190.60	-2.95
	Sep-14	186.57	189.32	-2.75
	Dec-14	186.37	189.12	-2.75
	Mar-15	190.01	192.27	-2.26
	May-15	192.47	194.54	-2.07

INTERNATIONAL MAIZE OUTLOOK:

Corn prices on CBOT market decreased last week due to favorable growing conditions in the Midwestern crop belt.

FUTURES MARKET ANALYSIS: NCDEX MAIZE:

(July Contract Weekly Chart)

- Candlestick chart pattern reveals down trend in the market.
- RSI is moving down in neutral zone.
- Prices closed below 9 and 18 days EMAs support to bearishness.
- Strategy: Sell below 1172 and target1 and target2 would be 1142 and 1127 for the near term.

Maize NCDEX (July)

Support & Resistance				
S2	S1	PCP	R1	R2
1077	1116	1158	1197	1236

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