

EXECUTIVE SUMMARY

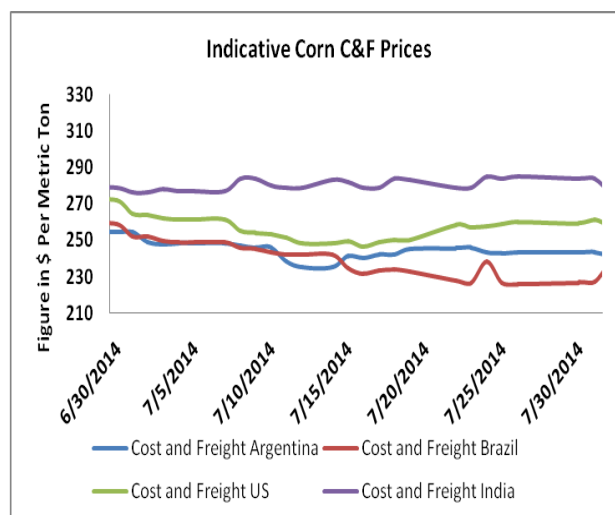
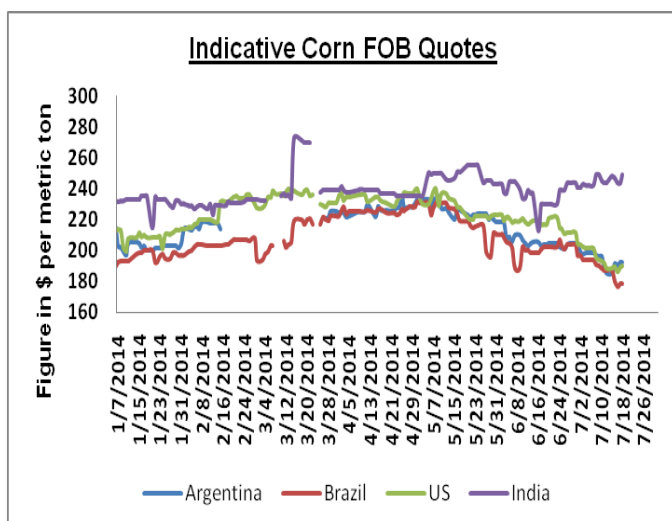
Cash maize markets traded mixed during the week under review. Supply-demand side remained almost balanced. Demand from starch/feed industries continues but with slower pace due to rains in major producing and consuming states. Prices of maize decreased slightly in Delhi, Davabgere, Ludhiyana and Ahmedabad while it got firmer in Ranebennur, Gadag and Sangli. It traded almost unchanged in Khanna and Shimoga last week.

As supply demand side remains balanced amid slower buying interest due to rain affected trading activities, cash market is expected to trade range bound with weak bias likely to continue this week. Bearish outlook and clue from overseas market too remain price limiting factors in the short term. Poor export demand would not allow market to go for any bull run in the short term.

However, maize prices may start getting firmer from mid-August to some extent due to seasonal factors as usual. Supply may start contracting from stockist's end and it may support price at current level. In brief, outlook for current week is bearish. However, it may trade up in the weeks ahead.

BUSINESS FROM VARIOUS SOURCING CENTERS DURING THE SEASON TILL DATE:

Destination	By Road (Rs/MT)	By Rake (Rs/MT)
Kolkata	13250 (Bihar Origin)	N.A
Bangalore	14000 (Karnataka Origin)	N.A
Namakkal	15200-15300 (Karnataka Origin)	N.A
Gujarat	13800 (U.P Origin)	N.A



Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 60.33)				
As on 01.08.2014	Argentina	Brazil	US	India
FOB	191.73	183.05	197.64	241
Cost and Freight (C&F)	241.73	238.5	257.64	276

ON THE EXPORT FRONT:

As per IBIS data, During the month of July'14, 0.1667 million tons corn exports reported till 20th July, 2014 to Malaysia, Indonesia, Vietnam, UAE, Nepal and Sri Lanka mainly through Kakinada Sea, Kolkata Sea, Vizag port, Kandla port and Raxul LCS.

Country	Qty in Tons
Malaysia	29,665.91
Indonesia	18,200.00
Vietnam	35,016.23
UAE	5,108.07
Nepal	4,832.31
Sri Lanka	4,518.60

NOTE: LATEST DATA IS AWAITED: WE WILL BE ABLE TO INCORPORATE JULY DATA IN MONTHLY REPORT.

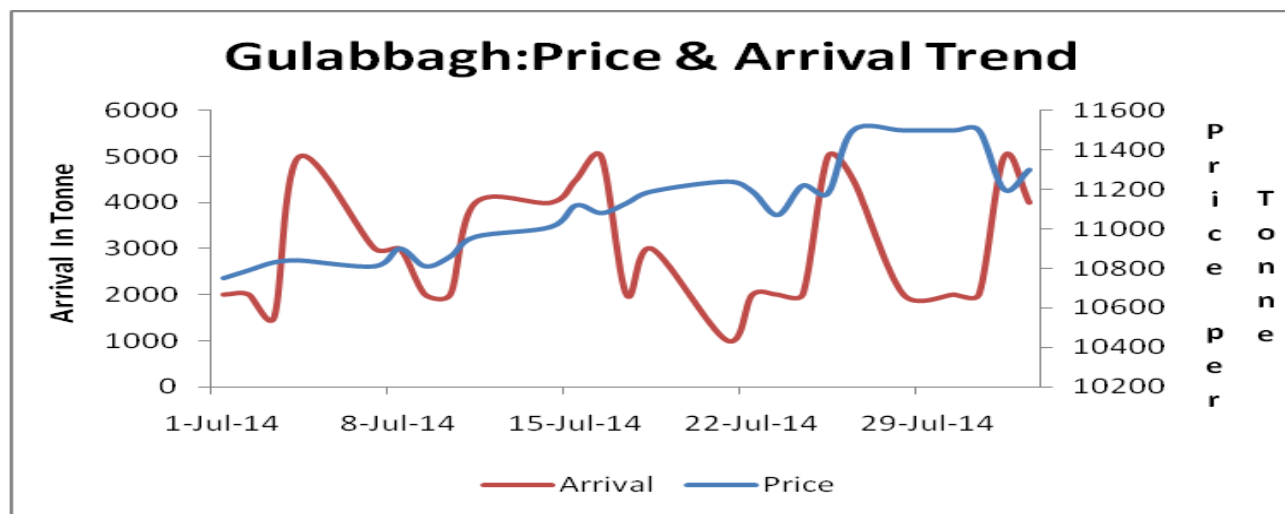
MAIZE- PRELIMINARY PRODUCTION ESTIMATES & WEATHER

States	Area in '000 Ha.	Cumulative Rainfall Distribution % (1st jun to 16 july'14)	Normal Expected Period of Sowing	Current Period of sowing	Original Sowing Till Date ('000 hectares)	5 year Av. Prod ('000 tons)	Production under Normal condition ('000 tons)	Revised Production under Deficit Rainfall ('000 tons)	Area under Normal condition
Andhra Pradesh	622	-39%	May end	Jun first week	497.6	1472	1672.68	1098.62	100%
Bihar	467	18%	Jun mid week	Jun mid week	303.55	596	872.43	780.50	100%
Gujarat	349	-79%	Jun first week	July First Week to Mid Week	10.47	473	469.07	317.30	60%
Karnataka	1299	-25%	Jun first week	Jun first week	909.3	3311	3867.51	3325.24	100%
West Madhya Pradesh	1003	-48%	Mid Jun to Jun End	July First Week to Mid Week	300.9	1270	1467.39	1314.61	90%
Maharashtra	955.5	-48%	Jun first week	July First Week to Mid Week	382.2	1820	2307.40	2346.16	95%
East Rajasthan	966.6	-61%	Jun Mid	July First Week to Mid Week	96.66	1506	1439.54	892.33	75%
Uttar Pradesh	813	-49%	Jun first week	July First Week to Mid Week	447.15	1162	1300.56	1252.81	102%
All India	8224.8				2947.83	15552	17137	14876	

CURRENT MARKET DYNAMICS:

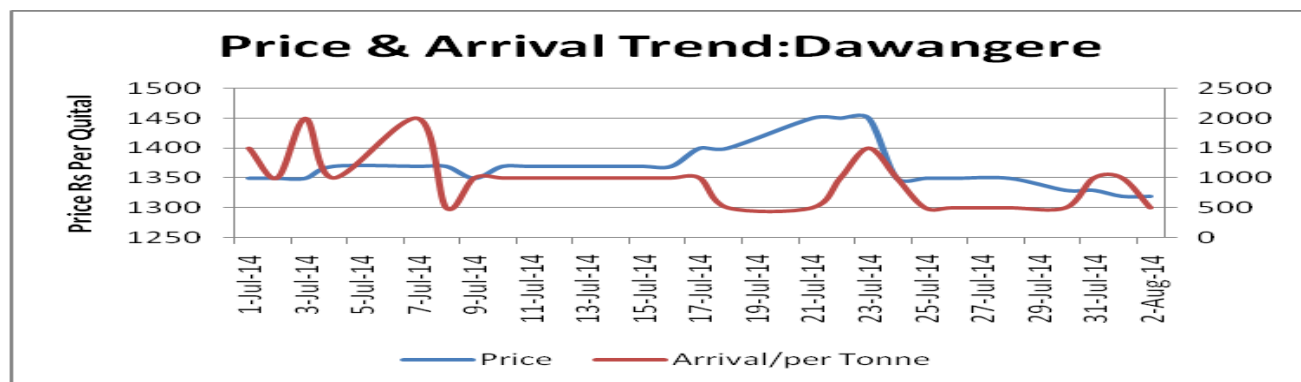
Mostly markets traded mixed during the week. Arrivals remained affected during the week due to rains and resultantly lower trading activities were reported. More dip at current level is unlikely. Market is expected to trade range bound to slightly firm this week.

BIHAR



In Gulabbagh mandi, maize was quoted down by Rs. 20 per quintal to Rs. 1120-1130 per quintal as compared to last week. The crop having 14 percent moisture level traded lower than expectation. As per trade sources, maize is moving towards Kolkata at Rs. 1325 per quintal on delivered basis sourced from Naugachia region of Bihar and stock of maize could be around 16-18 lakh tonne in the Bihar market.

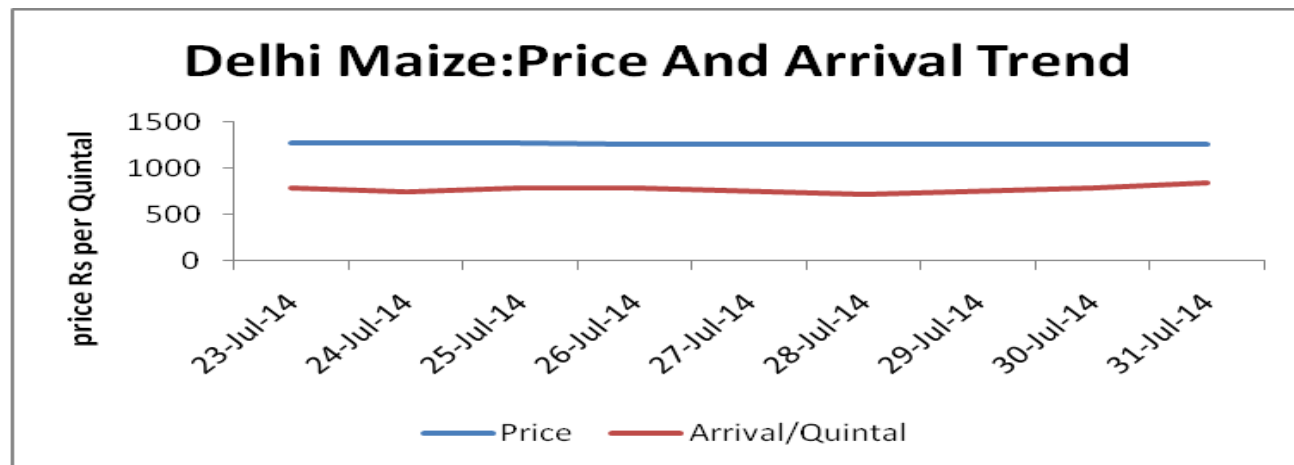
KARNATAKA:



As per trade sources, maize is moving towards Bangalore and Nammakal at Rs. 1325-30 per quintal and Rs. 1520-1530 per quintal respectively, sourced from Davangere. Government had

released the 50,000 quintal of maize at Rs. 1250 per quintal in the third week of July. More dip is unlikely at this point of time. Market is expected to move range bound.

DELHI:



In Delhi, red maize traded ranged bound and hovered in between Rs 1260 to Rs 1270 per qtl. during the week under review, sourced from U.P. No major volatility is expected at this point of time as supply continues from Uttar Pradesh.

MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

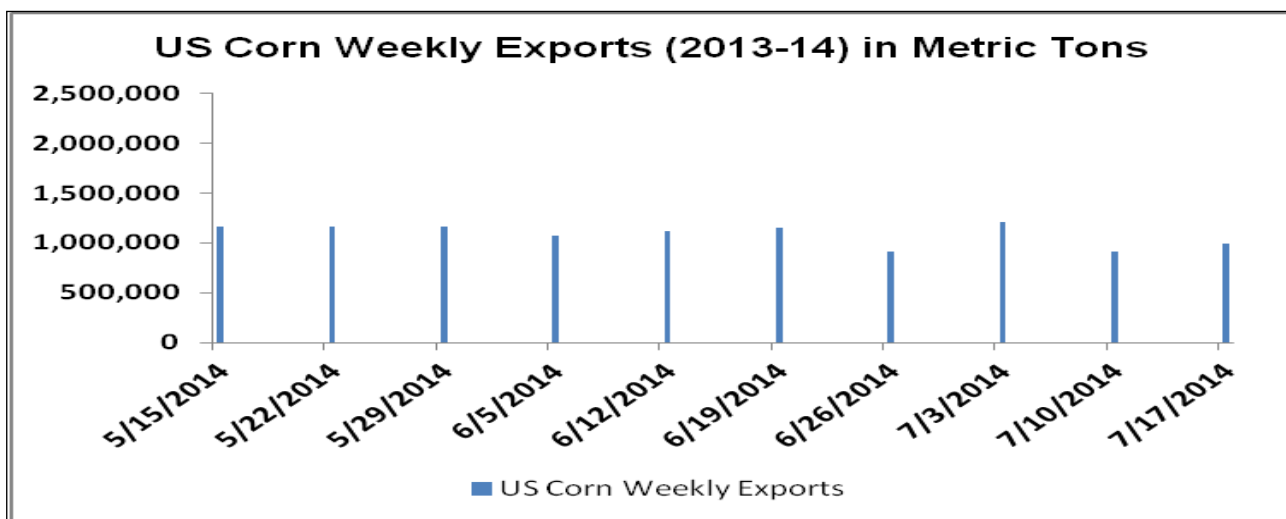
Market	Grade	01 August, 2014	Week Ago	Month Ago	2 Month Ago	Year Ago
Delhi	Hybrid	1260	1275	1190	1330	1400
Davangere	Bilty	1320	1350	1350	1300	1460
Shimoga	Bilty	1350	1350	1300	1290	1340
Ranebennur	Bilty	1380	1360	1340	1375	NA
Bagalkot	Hybrid/Local	NA	1320	1240	1245	1500
Gadag	Local	1252	1189	1141	1259	1355
Hubli	Local	NA	NA	1172	1241	1265
Nizamabad	Bilty	NA	NA	1240	1260	1490
Karimnagar	Local	NA	NA	1292	1190	1318
Khanna	Bilty	1260	1260	1200	1370	1450
Ludhiana	Bilty	1200	1220	1200	1300	1400
Sangli	Bilty	1500	1473	1480	1380	1564
Ahmedabad	Feed	1400	1425	1360	1335	1540

	Starch	1380	1400	1340	1400	1420
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DOMESTIC MAIZE OUTLOOK: We expect market to move steady to range bound in this week.

INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS:

As per USDA, U.S accumulated corn export figures reached to 41,068,747 metric tons for the 2013-14 marketing year. Exports of 992,500 MT were up 9% from the last week but down 4% from the prior 4-week average; reported by U.S. to Japan (262,100 MT), South Korea (255,800 MT), Mexico (139,500 MT), Egypt (133,200 MT), Spain (70,000 MT), and Costa Rica (32,600 MT) for the period July 11- July 17, 2014.



Some other major International Corn Highlights during the week are:

- As per the latest crop progress report released by USDA, 56% crop of corn is at silking stage, higher by 17% from the last year and 1% from the last 5 year average period. 76% corn crop is in good to excellent condition as of 20th July, 2014, same from the last week but higher by 13% from the last year.
- Preliminary Japanese government data shows that Japan's use of corn in animal feed production rose to 46.8% in the May'14 from 42% during the same month last year as users' reliance on alternatives such as sorghum, wheat and barley decreased. (Source: Reuters)
- European traders told that South Korea's Korea Corn Processing Industry Association purchased 55,000 tons of corn (containing genetically-modified organisms) at \$231 a ton c&f from Concordia for arrival around Dec. 1. Also, Nonghyup Feed Inc. purchased about 4,000 tons corn gluten feed; sourced in China at \$246.00 and \$252.00 for arrival by Sept. 10-20. (Source: Reuters)
- As per the latest crop progress report released by USDA, 34% crop of corn is at silking stage, higher by 19% from the last year and 1% from the last 5 year average period. 76% corn crop is in good to excellent condition as of 13th July, 2014, higher by 1% from the last week and 10% from the last year.

- As per Reuters news, The European Union awarded 387,000 tons of maize import licence, taking the volume so far this season to 644,000 tons.
- As per USDA, Global 2014/15 corn ending stocks are projected 5.4 million tons higher with increases for China, Brazil, and the United States more than offsetting the Canada reduction.

Maize CBOT Weekly Futures Price Listing (USD/MT)				
	Contract Month	31.7.2014	24.7.2014	Change
Corn CBOT Prices	Sep-14	140.52	142.29	-1.77
	Dec-14	144.45	145.44	-0.99
	Mar-15	149.37	150.06	-0.69
	May-15	152.62	153.31	-0.69
	Jul-15	155.57	156.26	-0.69

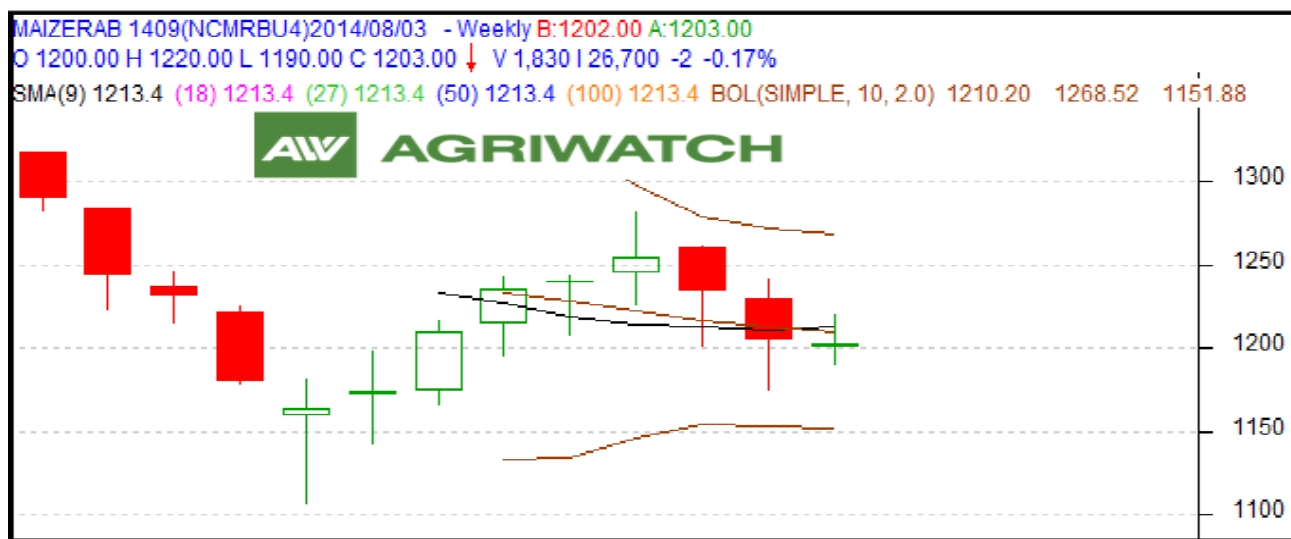
CBOT CORN CHART SEPT. CONTRACT:



INTERNATIONAL MAIZE OUTLOOK:

- IGC latest release says that corn plunged 14 percent in July, the most since September 2011. World harvests of the grain and wheat will be larger than expected in June as prospects improve for crops from the U.S. to Russia, boosting global cereal stockpiles to a 15-year high, according to latest release from International Grains Council.
- The U.S. Department of Agriculture raised its estimates on global stockpiles for corn last month, signaling a growing glut. Bigger crops are helping to keep food inflation in check. Supplies are swelling at a time when the World Bank has cut its outlook for global expansion, signaling weaker demand for grains.
- South Africa is going to harvest bumper maize crop this season, however farmers may stand to lose because of lower price this year. Total production may touch 13.5 million tonne this year against the domestic requirement of 10 million tonne. Higher production in South Africa and consequently higher availability for global market may pressurize maize price further.
- However, carryout stock is lower in south Africa and efforts to offload maximum surplus stock may decrease actual realization in comparison to last year. Consumers like poultry industry and other end-users of maize were set to benefit. Consumers would, however, have to wait for three to four months before seeing a drop in processed maize prices in stores. Weakening rand to the dollar exchange rate may increase domestic import.

FUTURES MARKET ANALYSIS: NCDEX MAIZE:



(Sept Contract Weekly Chart)

- Candlestick chart pattern reveals range bound movement in the market.
- RSI is moving flat in neutral zone.
- Prices closed above 9 and 18 days EMAs.
- Strategy: Buy above 1180 level and target1 and target2 would be 1210 and 1220 in the near term.

Strategy: Buy on dip

Maize NCDEX (Sept)

Support & Resistance				
S2	S1	PCP	R1	R2
1145	1179	1202	1220	1255

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