

## EXECUTIVE SUMMARY

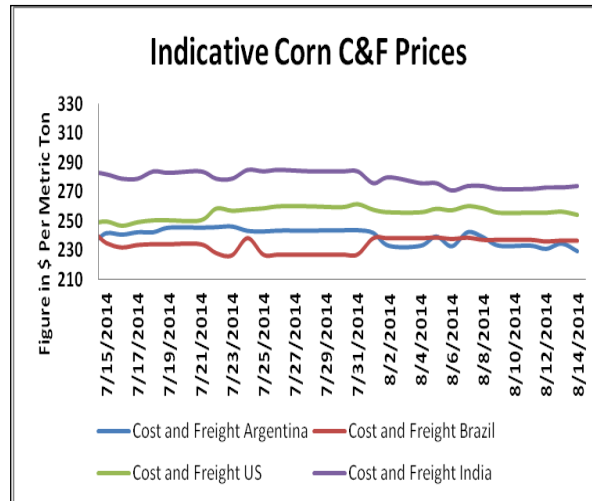
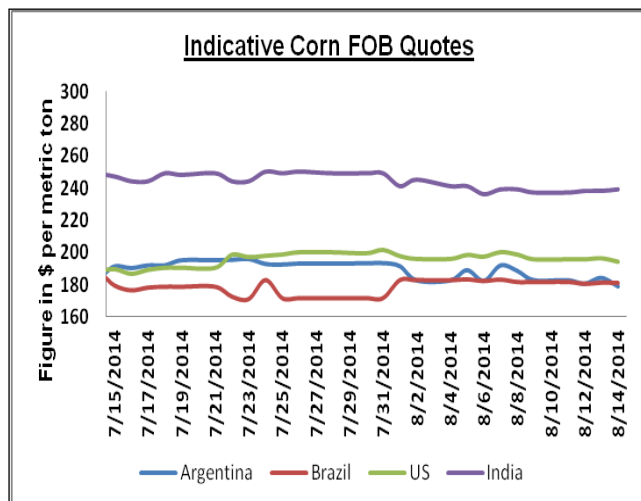
Overall steady to slightly firm sentiments witnessed in major spot markets of maize during the week under review. Prices of maize decreased slightly in Delhi and Ahmadabad while it got firmer in Davangere, Ranebennur and Gadag, It traded almost unchanged in Ludhiana, Sangli and Shimoga last week.

In Ahmadabad region of Gujarat, poultry feed makers quoted maize steady at Rs. 1380-1400 per quintal while starch feed makers quoted maize down by Rs. 10 per quintal to Rs.1330-1350 per quintal as compared to last week, sourced from U.P.

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

Destination	By Road (Rs/MT)	By Rake (Rs/MT)
<b>Kolkata</b>	13000 (Bihar Origin)	N.A
<b>Bangalore</b>	14600 (Davangere Origin)	N.A
<b>Namakkal</b>	15500 (Davangere Origin)	N.A
<b>Chitradurga</b>	14200 (Davangere Origin)	N.A
<b>Gujarat</b>	13300 (U.P Origin)	N.A

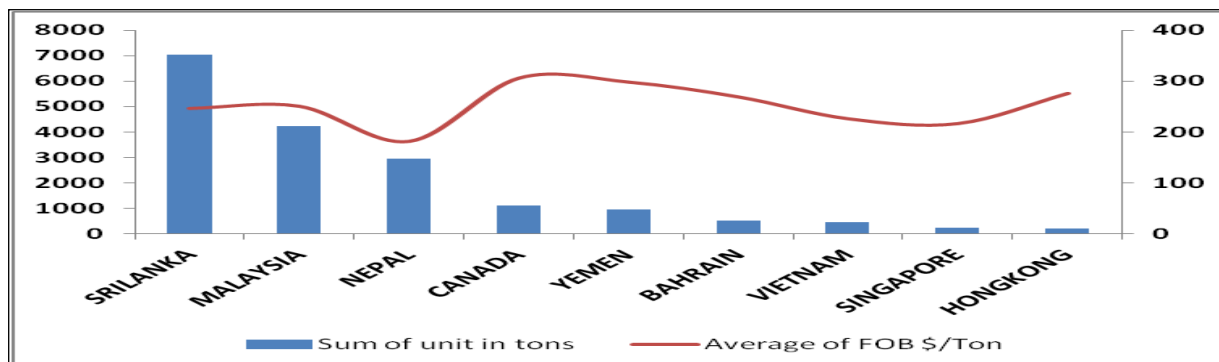
## ON THE EXPORT FRONT:



Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 61.0583)				
As on 14.08.2014	Argentina	Brazil	US	India
FOB	179.13	181.3	194.1	239
Cost and Freight (C&F)	229.13	236.3	254.1	274

## EXPORT BREAK UP BY MAJOR COUNTRIES DURING THE MONTH OF AUGUST'14

As per IBIS data, exports of corn were reported around 0.0182 million tons for the period of 4<sup>th</sup> Aug to 10 Aug'14 mainly to Sri Lanka, Malaysia, Nepal and Canada.



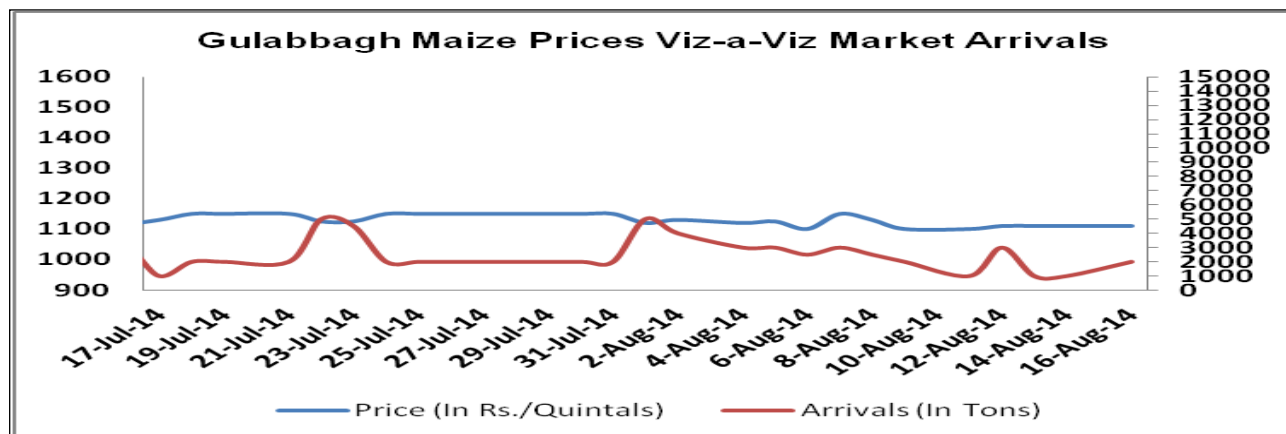
**MAIZE- PRELIMINARY PRODUCTION ESTIMATES & WEATHER**

States	Area in '000 Ha. (last year)	Cumulative Rainfall Distribution % (1st Jun to 13th Aug'14)	Normal Expected Period of Sowing	Current Period of sowing	Sowing Data as per Government as of 8th Aug'14 ('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	-43%	May end	Jun first week	420.7	1472	1423.56	935.00	80%
Bihar	467	-27%	Jun mid week	Jun mid week	417	596	899.41	804.64	100%
Gujarat	349	-24%	Jun first week	July Mid Week	265.6	473	281.44	190.38	80%
Karnataka	1299	-1%	Jun first week	Jun first week	919	3311	3867.51	3325.24	100%
West Madhya Pradesh	1003	-4%	Mid Jun to Jun End	July First Week to Mid Week	948	1270	1089.64	976.20	95%
Maharashtra	955.5	-22%	Jun first week	July First Week to Mid Week	526.9	1820	1821.63	1852.23	75%
East Rajasthan	966.6	15%	Jun Mid	July Mid Week	930.1	1506	1515.30	939.30	100%
Uttar Pradesh	813	-39%	Jun first week	July First Week to Mid Week	680	1162	1073.28	1033.87	85%
All India	8224.8				6673	15552	15695.9	13588.4	

### CURRENT MARKET DYNAMICS:

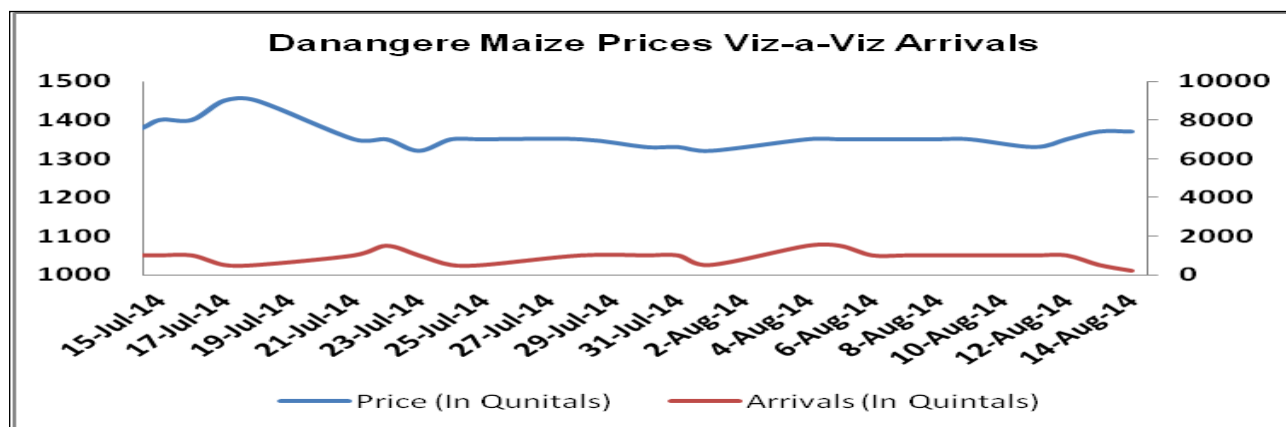
During the week, mixed sentiments witnessed in most of the major spot markets of maize. The various key spot markets dynamics were as under:

#### BIHAR

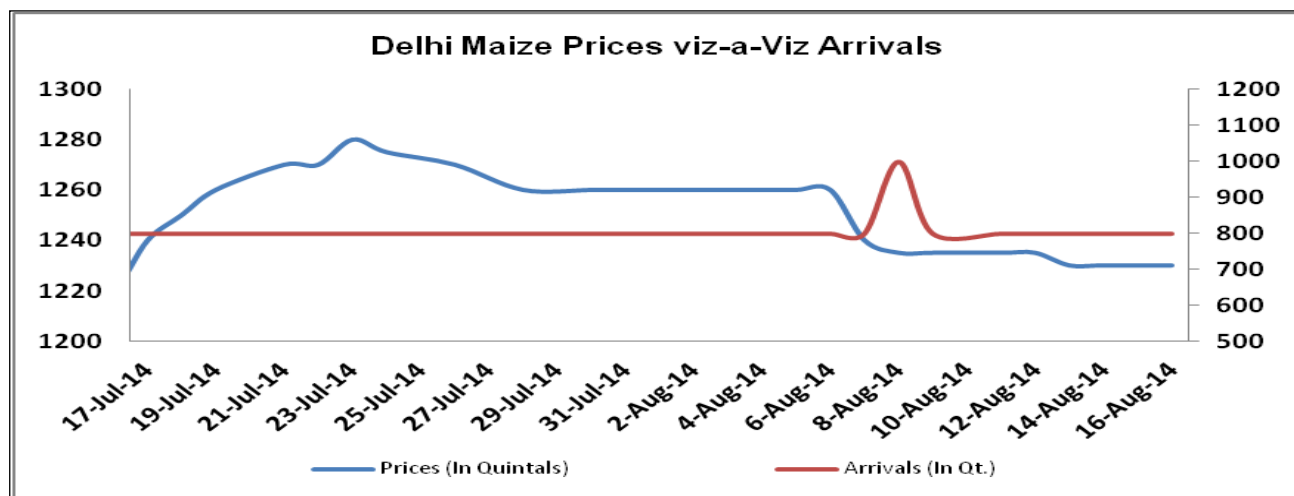


In Gulabbagh mandi, maize was quoted down by Rs. 40 per quintal to Rs. 1100-1110 per quintal as compared to last week. As per trade sources, maize is moving towards Kolkata at Rs. 1250-1300 per quintal on delivered basis sourced from Naugachia region of Bihar.

#### KARNATAKA:



As per trade sources, maize is moving towards Bangalore, Nammakal and Chitradurga at Rs. 1450-1460 per quintal, Rs. 1520-1550 per quintal and Rs. 1420 per quintal respectively, sourced from Davangere. Market is expected to trade down on the expectation of Government release and good weather conditions.

**DELHI:**


In Delhi, hybrid maize traded down by Rs. 25 per quintal to Rs 1230-1235 per qtl. as compared to last week, sourced from U.P. No major volatility is expected at this point of time as supply continues from Uttar Pradesh.

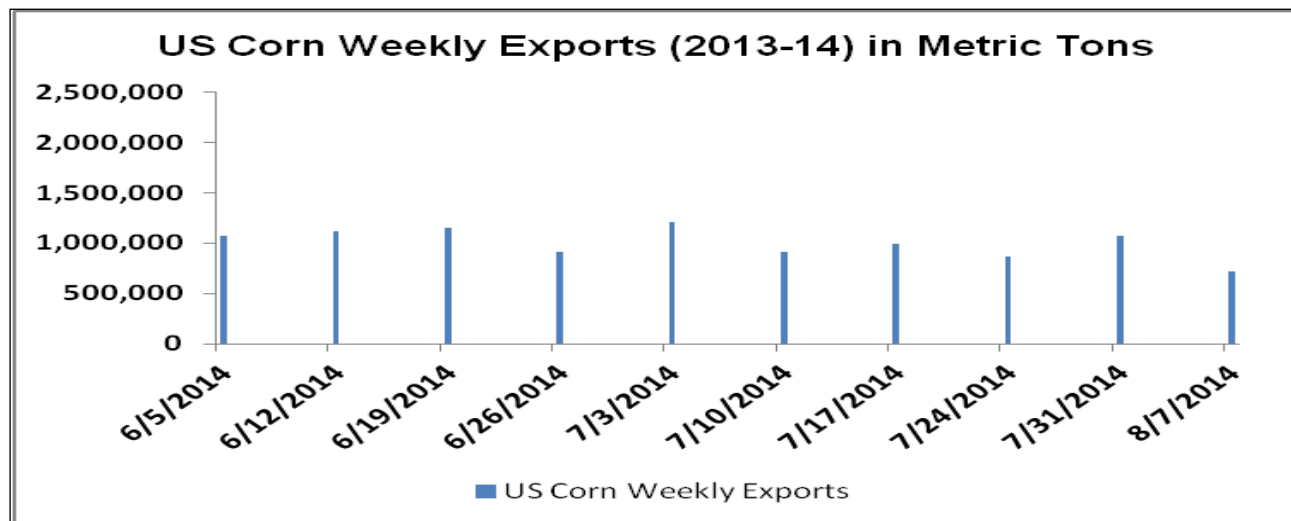
**MAIZE SPOT MARKET PRICES (Rs. /QUINTAL)**

Market	Grade	14 August,2014	Week Ago	Month Ago	2 Month Ago	Year Ago
Delhi	Hybrid	1230	1235	1220	1260	1400
Davangere	Bilty	1370	1350	1400	1300	1500
Shimoga	Bilty	1350	1350	1300	1300	1440
Ranebennur	Bilty	1370	1300	1365	1380	NA
Bagalkot	Hybrid/Local	1320	NA	1320	1251	NA
Gadag	Local	1187	1159	NA	1209	1433
Hubli	Local	NA	1325	NA	1012	NA
Nizamabad	Bilty	NA	NA	NA	1240	1500
Karimnagar	Local	NA	1288	NA	1186	1368
Khanna	Bilty	1225	NA	1250	1250	1410
Ludhiana	Bilty	1200	1200	1200	1220	1325
Sangli	Bilty	1490	1490	1460	1370	1581
Ahmedabad	Feed	1380	1390	1400	1325	1550
	Starch	1350	1355	1350	1365	1500

**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 43,727,747 metric tons for the 2013-14 marketing year. Exports of 7,21,800 MT were down 33% from the last week and 25% from the prior 4-week average; reported by U.S. to Mexico (212,300 MT), South Korea (131,600 MT), Japan (120,200 MT), Venezuela (70,000 MT), the Netherlands (60,400 MT), Guatemala (58,800 MT), and Taiwan (24,100 MT) for the period Aug 01- Aug 7, 2014.



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

- Korean traders told that South Korea's Korea Corn Processing Industry Association purchased 55,000 tons of corn from Bunge at \$226.45 a ton c&f, including a surcharge for unloading at a second port for the arrival by Dec. 25, 2014. Besides, South Korea's Feed Leaders Committee purchased 60,000 tons of feed corn at \$219.49 a ton c&f plus \$1.50 surcharge for extra port unloading for Jan. 25, 2015 arrival. (Source: Reuters)
- As per USDA, Private exporters reported the sale of 107,600 tons of U.S. corn to Mexico and 130,000 tons of U.S. corn to unknown destinations, both for 2014/15 delivery.
- According to the Trade Ministry, the Dau Tu (Investment) newspaper reports, Vietnam has spent \$681 million to import nearly 2.7 million tons of corn in the first seven months of 2014, a rise of 137.2 percent in value from the last year as imported corn is still priced lower than domestic corn. (Source: Reuters)
- The CNGOIC slightly cut its estimate for China's 2014 corn output to 222.3 million tons due to drought in central China, still higher by 1.7 percent from the last year as higher overall planted acreage this year compensates for any damage to crops. (Source: Reuters)
- USDA increased corn production forecast for U.S by 172 million bushels to 14032 million bushels from the last month forecast for 2014/15; slightly below from the trade estimates. This increase was mainly due to increase in yield by 2.1 bushels/ acre to 167.4 bushels/

acre. Besides, corn ending stocks are forecasted higher by 7 million bushels to 1,808 million bushels for 2014/15.

- As per USDA, Global corn ending stocks are projected at 192.53 million tons for 2014/15 and 172.85 million tons for 2013/14.
- USDA kept unchanged its production and export & import estimates for Argentina, South Africa and China' crop of corn for 2014/15 from the last month estimates.

Corn (mln tons)	Aug (2014/15)	July (2014/15)	Aug (2013/14)
Argentina Crop	26	26	24.00
Argentina Exports	16.00	16	13.50
S.Africa Crop	13.5	13.5	14.75
S.Africa Exports	2.20	2.20	3
China Crop	222.00	222	218.49
China Exports	0.1	0.1	0.1
China Imports	3	3.00	3.5

- As per Reuters news, South Korea's largest animal feed maker Nonghyup Feed Inc purchased 65,000 tons of feed corn from Bunge at \$219.37 a ton c&f for arrival on Jan. 20.
- As per the latest crop progress report released by USDA, 96% crop of corn is at silking stage, higher by 3% from the last year and 1% from the last 5 year average period. 54% crop of corn has been dough, higher by 24% from the last year and 8% from the last 5 year average period. Besides, 11% crop of corn has been dented, higher by 6% from the last year but below 5% from the last 5 year average period. 73% corn crop is in good to excellent condition as of 10th August, 2014, same from the last week but higher by 9% from the last year.

Maize CBOT Weekly Futures Price Listing (USD/MT)				
	Contract Month	13.8.2014	7.8.2014	Change
Corn CBOT Prices	Sep-14	140.91	141.50	-0.59
	Dec-14	145.53	146.12	-0.59
	Mar-15	150.75	151.24	-0.49
	May-15	154.09	154.49	-0.4
	Jul-15	156.75	157.14	-0.39

### INTERNATIONAL MAIZE OUTLOOK:

Corn prices on CBOT market decreased due to lower exports.

**FUTURES MARKET ANALYSIS: NCDEX MAIZE:**

**(Sept Contract Weekly Chart)**

- Candlestick chart pattern reveals downward trend in the market.
- RSI is moving down in oversold zone.
- Strategy: Sell below 1159 level and target1 and target2 would be 1129 and 1114 in the near term.

**Strategy: Sell on rise**

**Maize NCDEX (Sept)**

**Support & Resistance**

S2	S1	PCP	R1	R2
1093	1108	1153	1177	1201

**Disclaimer**

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