

## EXECUTIVE SUMMARY

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As per 4th advance estimates, maize production is estimated at 24.35 million tons for 2013-14.

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

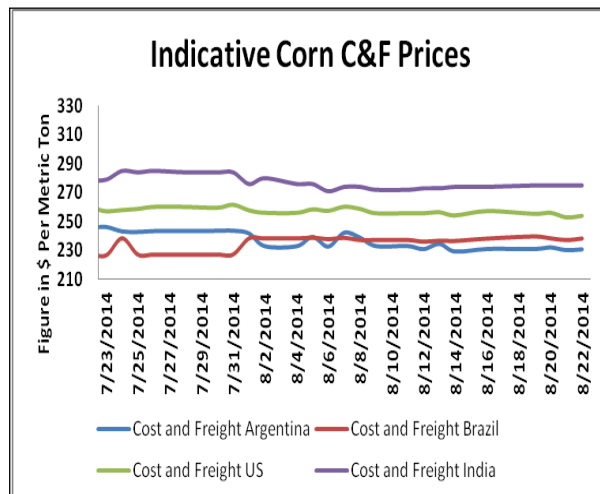
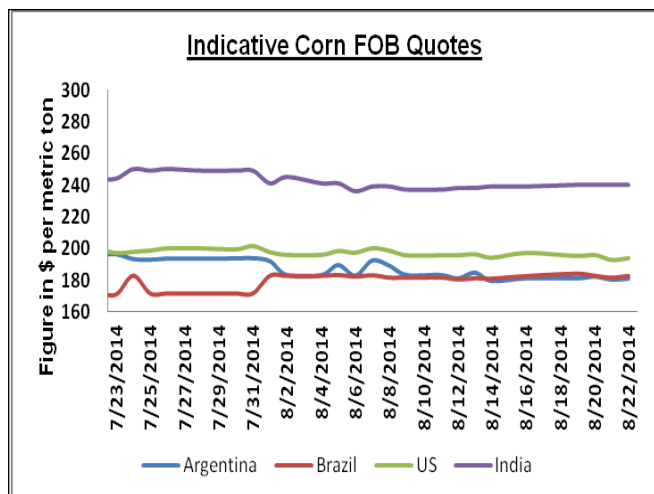
In Ahmadabad region of Gujarat, poultry feed makers quoted maize down by Rs. 20 per quintal to Rs. 1360-1380 per quintal while starch feed makers quoted maize down by Rs. 30 per quintal to Rs.1300-1320 per quintal as compared to last week, sourced from U.P.

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

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Destination	By Road (Rs/MT)	By Rake (Rs/MT)
<b>Kolkata</b>	12500 (Bihar Origin)	N.A
<b>Bangalore</b>	14000 (Davangere Origin)	N.A
<b>Namakkal</b>	15200 (Davangere Origin)	N.A
<b>Chitradurga</b>	13500 (Davangere Origin)	N.A
<b>Gujarat</b>	13150 (U.P Origin)	N.A

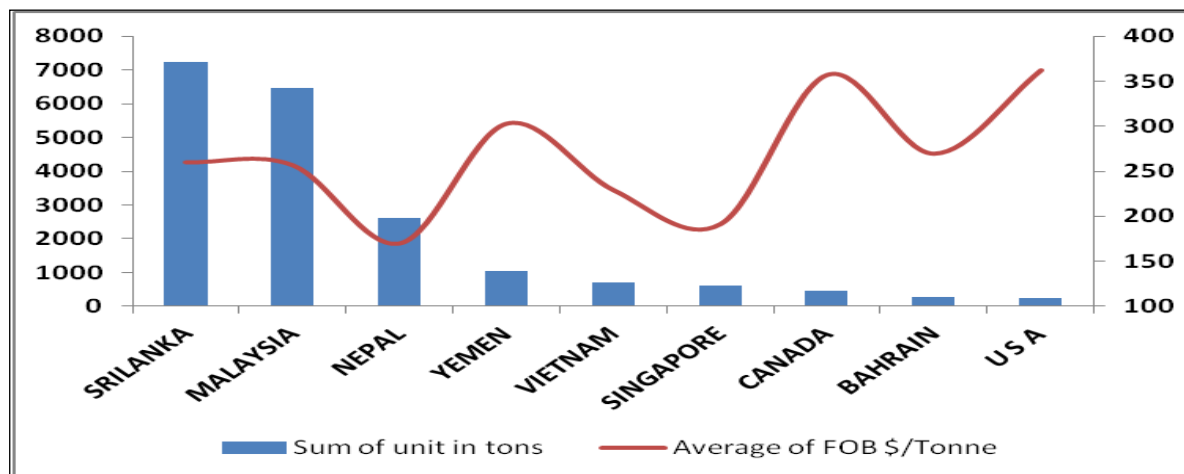
## ON THE EXPORT FRONT:



Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 60.436)				
As on 14.08.2014	Argentina	Brazil	US	India
FOB	180.71	183	193.8	240
Cost and Freight (C&F)	230.71	238	253.8	275

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

As per IBIS data, exports of corn were reported around 0.0197 million tons for the period of 11<sup>th</sup> Aug to 17 Aug'14 mainly to Sri Lanka, Malaysia, Nepal and Yemen.



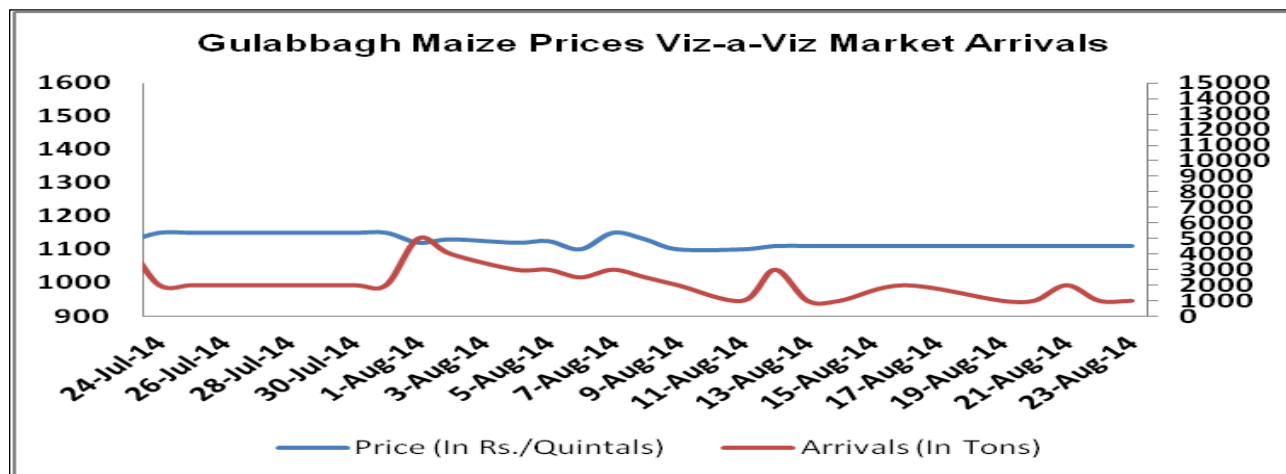
**MAIZE- PRELIMINARY PRODUCTION ESTIMATES & WEATHER**

States	Area in '000 Ha. (last year)	Cumulative Rainfall Distribution % (1st jun to 20th Aug'14)	Normal Expected Period of Sowing	Current Period of sowing	Sowing Data as per Government as of 14th Aug'14 ('000 hectares)	5 year Av. Prod ('000 tons)	Production under Normal condition ('000 tons)	Revised Production under Deficit Rainfall ('000 tons)
Andhra Pradesh	622	-45%	May end	Jun first week	493.2	1665	1557.00	935.00
Bihar	467	-11%	Jun mid week	Jun mid week	426	560	947.00	805.00
Gujarat	349	-28%	Jun first week	July Mid Week	297	545	294.00	190.00
Karnataka	1299	-2%	Jun first week	Jun first week	1004	3443	3769.00	3325.00
West Madhya Pradesh	1003	-15%	Mid Jun to Jun End	July First Week to Mid Week	1030	1262	1085.00	976.00
Maharashtra	955.5	-26%	Jun first week	July First Week to Mid Week	661.1	1986	1894.00	1852.00
East Rajasthan	966.6	1%	Jun Mid	July Mid Week	952	1626	1508.00	939.00
Uttar Pradesh	813	-41%	Jun first week	July First Week to Mid Week	688	1152	1074.00	1034.00
All India	8224.8				7218	15708	15846.3	13588.4

### CURRENT MARKET DYNAMICS:

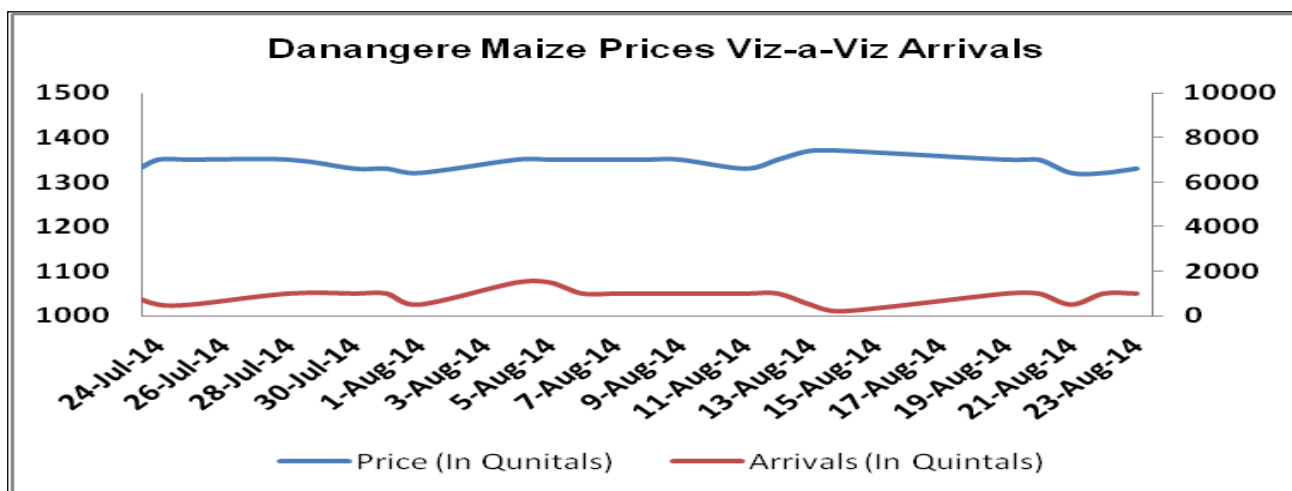
During the week, steady to weak sentiments witnessed in most of the major spot markets of maize. The various key spot markets dynamics were as under:

#### BIHAR



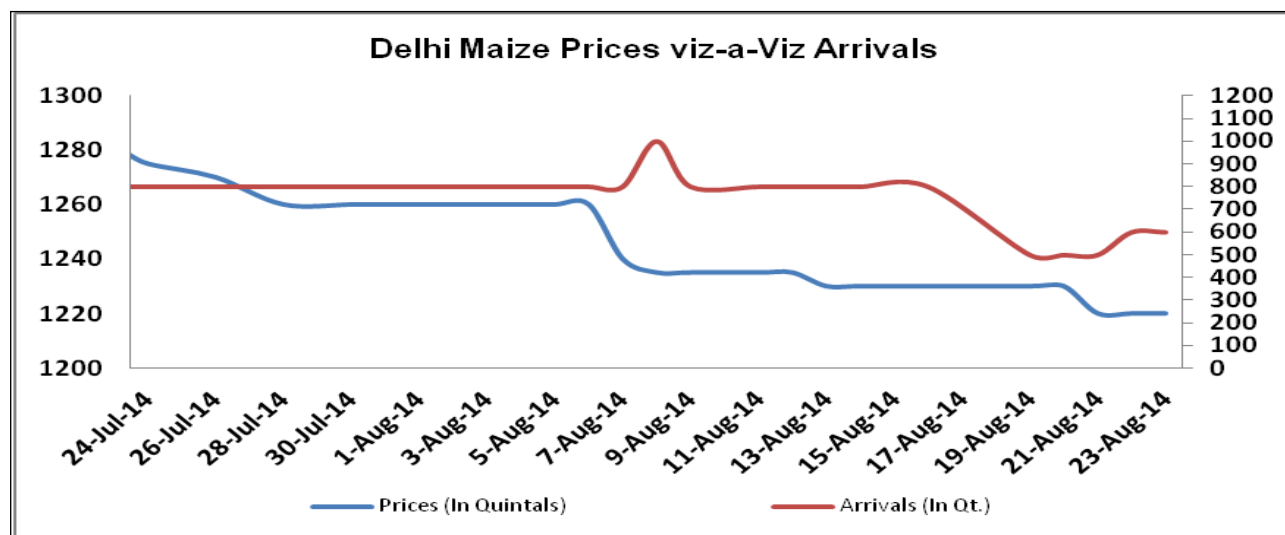
In Gulabbagh mandi, maize was quoted steady at Rs. 1110 per quintal as compared to last week. As per trade sources, maize is moving towards Kolkata at Rs. 1250-1275 per quintal on delivered basis sourced from Naugachia region of Bihar.

#### KARNATAKA:



As per trade sources, maize is moving towards Bangalore, Nammakal and Chitradurga at Rs. 1400 per quintal, Rs. 1520 per quintal and Rs. 1350 per quintal respectively, sourced from Davangere. Government has release tender for 1 lakh ton at Rs. 1260-1362 per quintal and is likely to relase further which could weigh on market sentiments.

### DELHI:



In Delhi, hybrid maize traded down by Rs. 5 per quintal to Rs 1220-1230 per qtl. as compared to last week, sourced from U.P. Market is expected to trade steady during next week.

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

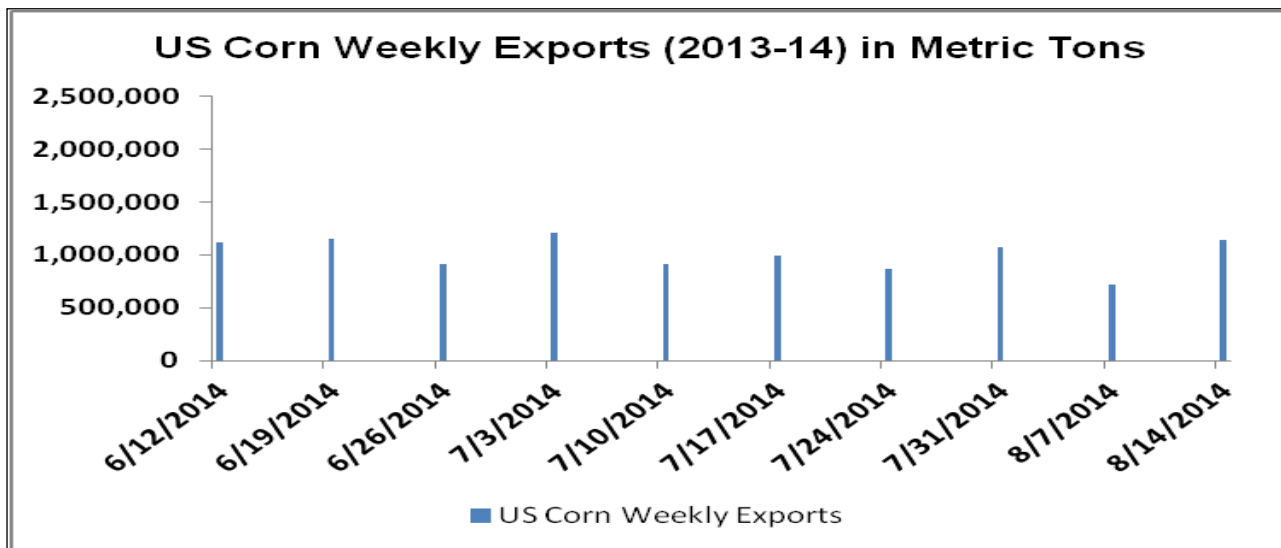
Market	Grade	22 August,2014	Week Ago	Month Ago	2 Month Ago	Year Ago
Delhi	Hybrid	1220	1230	1270	1180	1460
Davangere	Bilty	1320	1370	1350	1300	1500
Shimoga	Bilty	1350	1350	1350	1310	1440
Ranebennur	Bilty	1380	1370	1400	1360	NA
Bagalkot	Hybrid/Local	NA	1320	1320	1200	1501
Gadag	Local	1181	1187	1051	1210	1405
Hubli	Local	NA	NA	NA	1101	1401
Nizamabad	Bilty	NA	NA	NA	1240	1500
Karimnagar	Local	NA	NA	NA	1130	1330
Khanna	Bilty	NA	NA	1250	1205	NA

<b>Ludhiana</b>	Bilty	1200	1200	1200	1180	1440
<b>Sangli</b>	Bilty	1480	1490	1480	1430	1677
<b>Ahmedabad</b>	Feed	1380	1380	1410	1325	1650
	Starch	1300	1350	1390	1340	1525

**DOMESTIC MAIZE OUTLOOK:** We expect market to move steady to range bound in the near term.

**INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS:**

As per USDA, U.S accumulated corn export figures reached to 44,872,035 metric tons for the 2013-14 marketing year. Exports of 11,44,300 MT were up 59% from the last week and 25% from the prior 4-week average; reported by U.S. to South Korea (315,600 MT), Mexico (253,900 MT), Japan (206,200 MT), Egypt (172,900 MT), Colombia (71,500 MT), Costa Rica (37,000 MT), and Morocco (27,300 MT) for the period Aug 08- Aug 14, 2014.



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

- The European Union granted last week licence to import 84,000 tons of maize, taking the volume so far this season to 1.85 million tons.
- Lanworth lowered its corn production forecast for U.S by 0.032 billion bushels to 14.734 billion bushels for 2014 from the last month as it reduced yield forecast to 174.5 bpa but above the USDA latest figures. The USDA this month projected the U.S. corn yield at 167.4 bpa, above the historic 2009 high of 164.7, and production at 14.032 billion bushels. (Source: Reuters)
- The Buenos Aires Grains Exchange said that Argentine farmers are likely to reduce the planting area of corn by 10 percent to 3.2 million hectares in the 2014/15 season due to low international prices for the crop and high sowing costs. (Source: Reuters)
- Preliminary Japanese government data shows that Japan's use of corn in animal feed production rose to 46.6% in the June'14 from 42% during the same month last year as

users' reliance on alternatives such as sorghum, wheat and barley decreased. (Source: Reuters)

- As per the latest crop progress report released by USDA, 70% crop of corn has been dough, higher by 21% from the last year and 7% from the last 5 year average period. Besides, 22% crop of corn has been dented, higher by 12% from the last year but below 5% from the last 5 year average period. 72% corn crop is in good to excellent condition as of 17th August, 2014, below 1% from the last week but higher by 11% from the last year.

<b>Maize CBOT Weekly Futures Price Listing (USD/MT)</b>				
	<b>Contract Month</b>	<b>21.8.2014</b>	<b>13.8.2014</b>	<b>Change</b>
<b>Corn CBOT Prices</b>	<b>Sep-14</b>	142.58	141.50	<b>1.08</b>
	<b>Dec-14</b>	145.24	146.12	<b>-0.88</b>
	<b>Mar-15</b>	150.26	151.24	<b>-0.98</b>
	<b>May-15</b>	153.41	154.49	<b>-1.08</b>
	<b>Jul-15</b>	156.06	157.14	<b>-1.08</b>

#### **INTERNATIONAL MAIZE OUTLOOK:**

Corn prices on CBOT market increased on technical buying and short-covering, but expectations of a record-large U.S. harvest limit the gains.

**FUTURES MARKET ANALYSIS: NCDEX MAIZE:**

**(Sept Contract Weekly Chart)**

- Candlestick chart pattern reveals that market could trade in a range.
- RSI is moving towards neutral zone.
- Strategy: Sell below 1164 level and target1 and target2 would be 1140 and 1128 in the near term.

**Strategy: Sell**
**Maize NCDEX (Sept)**
**Support & Resistance**

S2	S1	PCP	R1	R2
1093	1107	1149	1191	1217

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