

EXECUTIVE SUMMARY

Mixed sentiments witnessed in major spot markets of maize during the week under review. Prices of maize decreased in Davangere, Ranebennur, Bagalkot and Sangli while it traded firm Delhi and it traded almost unchanged in Shimoga last week.

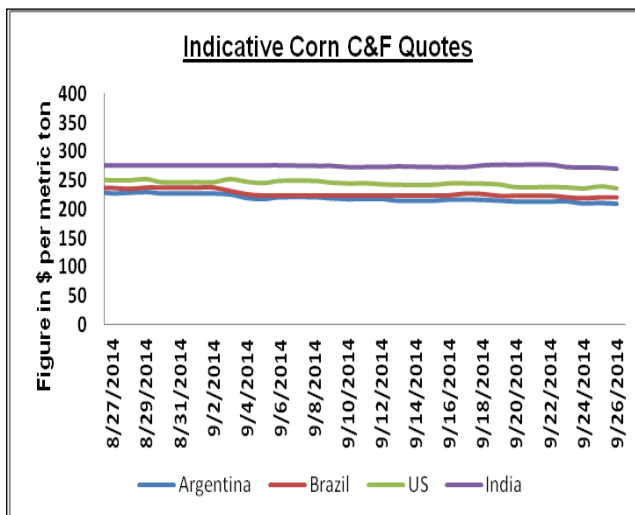
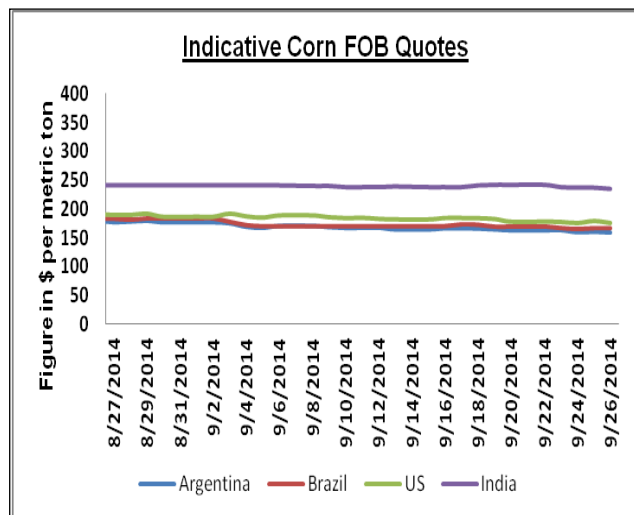
In Ahmadabad region of Gujarat, poultry feed makers quoted maize down by Rs. 30 per quintal to Rs. 1300-1340 per quintal due to sluggish demand while starch feed makers quoted maize firm by Rs. 20 per quintal to Rs.1290-1320 per quintal as compared to last week, sourced from U.P.

New crop arrivals have started in the market. In Nizamabad, new crop contained around 14-21% moisture while in Davangere, it contained around 25-30% moisture. However, these arrivals are lower in quantity and are likely to increase from mid October. Prices are likely to trade down due to sluggish poultry feed makers demand amid new crop arrival pressure.

BUSINESS FROM VARIOUS SOURCING CENTERS DURING THE SEASON TILL DATE:

Destination	By Road (Rs/MT)	By Rake (Rs/MT)
Kolkata	12500 (Bihar Origin)	N.A
Bangalore	13500 (Davangere Origin)	N.A
Namakkal	14000 (Davangere Origin)	N.A
Chitradurga	13300 (Davangere Origin)	N.A
Gujarat	13000 (U.P Origin)	N.A

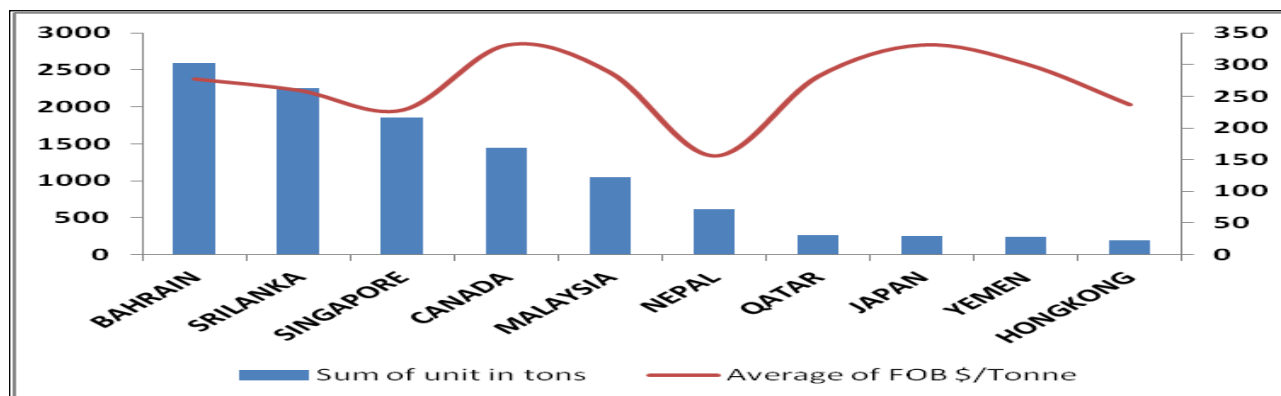
ON THE EXPORT FRONT:



Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 61.5720)				
As on 14.08.2014	Argentina	Brazil	US	India
FOB	159.25	165.75	175.59	235
Cost and Freight (C&F)	209.25	220.75	235.59	270

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

As per IBIS data, exports of corn were reported around 0.0110 million tons for the period of Sep 15 to Sep 21, 2014 mainly to Bahrain, Sri Lanka, Singapore and Canada.



MAIZE- PRELIMINARY PRODUCTION ESTIMATES & WEATHER

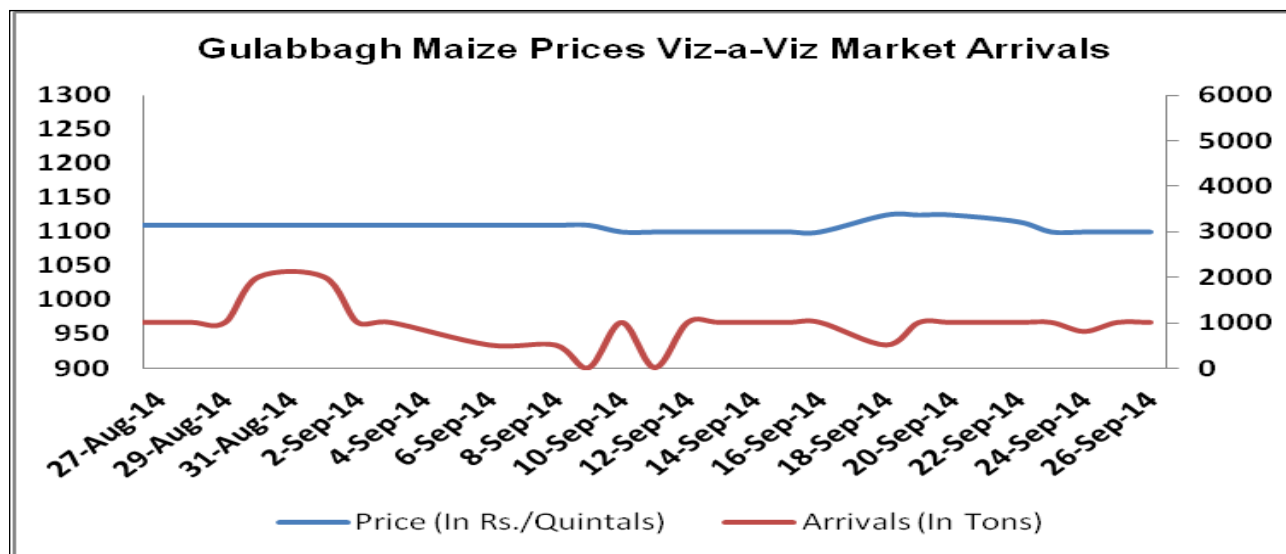
States	Area in '000 Ha. (last year)	Cumulative Rainfall Distribution % (1st jun to 24th Sep'14)	Current Period of sowing	Sowing Data as per Government as of 12th Sep'14 ('000 hectares)	5 year Av. Prod ('000 tons)	Production Forecast ('000 tons)	Area under Normal condition
Andhra Pradesh	622	-26%	Jun first week	577.8	1627.9	1627.59	93.00%
Bihar	467	-17%	Jun mid week	431	551.7	830.01	100.00%
Gujarat	349	-8%	July Mid Week	316.6	535.7	400.41	90.00%
Karnataka	1299	7%	Jun first week	1196	3365.6	3067.23	92.00%
West Madhya Pradesh	1003	-10%	July First Week to Mid Week	1055	1205.1	1410.17	105.00%
Maharashtra	955.5	-12%	July First Week to Mid Week	786.6	1933.8	1871.20	82.00%
East Rajasthan	966.6	2%	July Mid Week	962.3	1579	1321.82	100.00%
Uttar Pradesh	813	-46%	July First Week to Mid Week	715	1126.7	1019.68	90.00%
All India	8224.8			7766	15360.2	14957.4	

- It Is Preliminary Estimates; However, Production May Deviate +/- 5% According To The Weather Development And Overall Rainfall Situation.

CURRENT MARKET DYNAMICS:

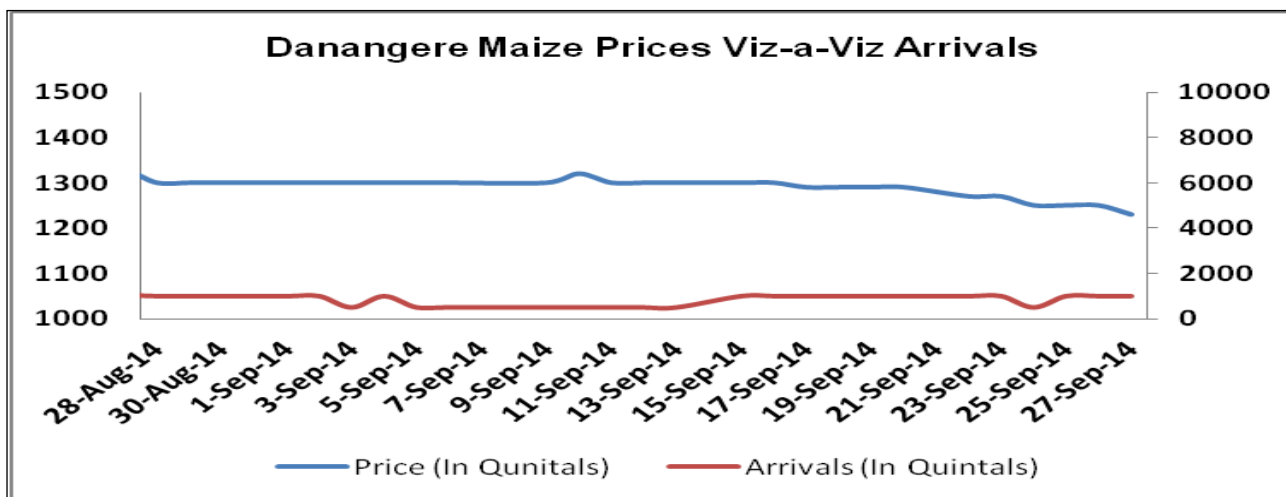
During the week, mixed sentiments witnessed in most of the major spot markets of maize. The various key spot markets dynamics were as under:

BIHAR



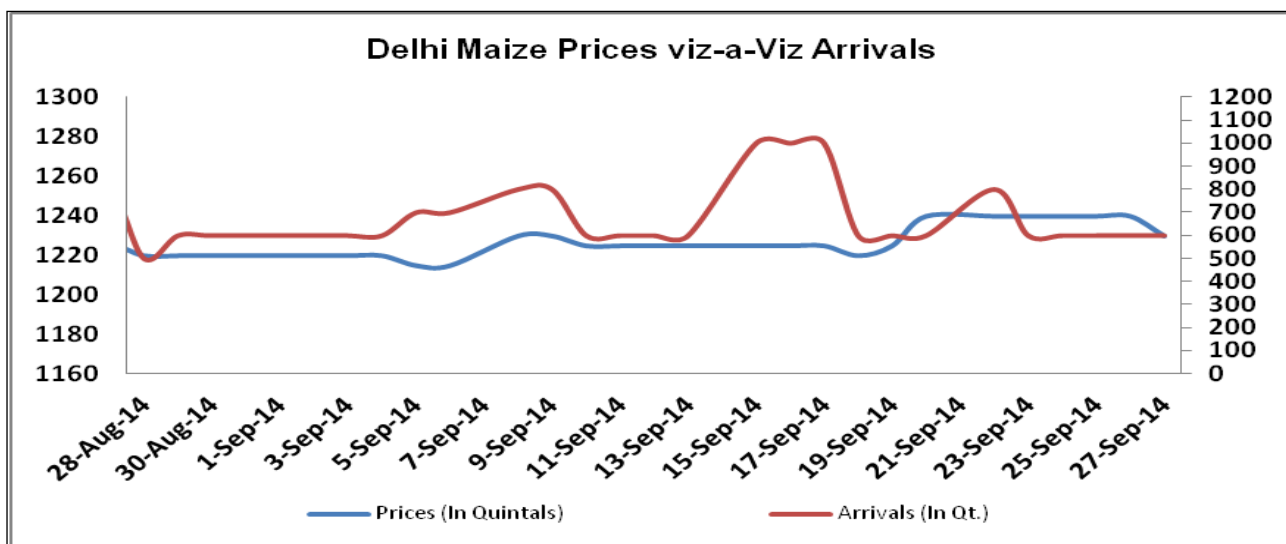
In Gulabbagh mandi, maize quoted down by Rs. 20 per quintal to Rs. 1050-1100 per quintal as compared to last week. As per trade sources, maize is moving towards Kolkata at Rs. 1250-1275 per quintal on delivered basis sourced from Naugachia region of Bihar. Higher carry forward stock amid lower export demand could keep prices under pressure.

KARNATAKA:



As per trade sources, maize is moving towards Bangalore, Nammakal and Chitradurga at Rs. 1350 per quintal, Rs. 1400 per quintal and Rs. 1330 per quintal respectively, sourced from Davangere. Prices are likely to trade down due to sluggish poultry feed makers demand amid new crop arrival pressure.

DELHI:



In Delhi, hybrid maize traded steady at Rs 1230-1240 per qtl. as compared to last week, sourced from U.P. Sources revealed that maize could trade steady to weak due to arrival pressure in the market.

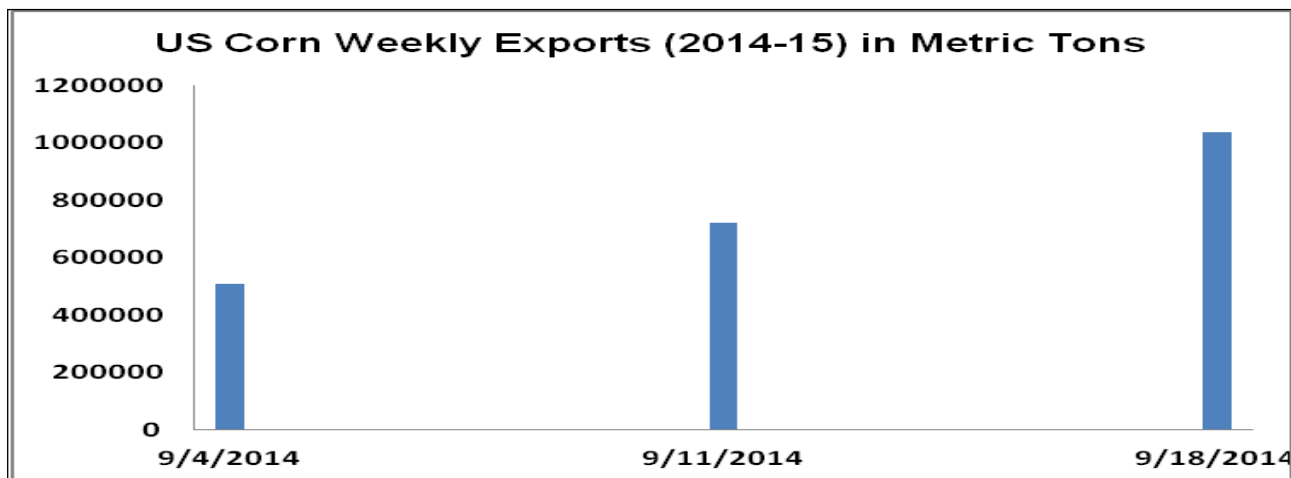
MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

Market	Grade	26 September,2014	Week Ago	Month Ago	2 Month Ago	Year Ago
Delhi	Hybrid	1240	1225	1215	1270	1415
Davangere	Bilty	1250	1290	1330	1350	1700
Shimoga	Bilty	1280	1280	1350	1350	1460
Ranebennur	Bilty	1350	1380	1400	1400	NA
Bagalkot	Hybrid/Local	1000	1305	1405	NA	1505
Gadag	Local	NA	1070	1101	1189	1241
Hubli	Local	NA	NA	1101	NA	NA
Nizamabad	Bilty	1220	NA	NA	NA	1650
Karimnagar	Local	1085	NA	NA	NA	1515
Khanna	Bilty	1240	1225	NA	1260	1450
Ludhiana	Bilty	1250	1250	1200	1220	1425
Sangli	Bilty	1240	1350	1480	1473	1778
Ahmedabad	Feed	1325	1340	1380	1420	1700
	Starch	1310	1300	1340	1380	1520

DOMESTIC MAIZE OUTLOOK: We expect market to move steady to slightly weak due to sluggish poultry feed makers demand amid new crop arrival pressure.

INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS:

As per USDA, U.S accumulated corn export figures reached to 24,56,500 metric tons for the 2014-15 marketing year. Exports of 10,38,600 MT reported by U.S to Mexico (312,800 MT), Japan (236,600 MT), Egypt (148,400 MT), Peru (109,000 MT), Colombia (86,600 MT), South Korea (58,700 MT), and Venezuela (40,000 MT) for the period September 12-18, 2014.



Some other major International Corn Highlights during the week are:

- As per USDA, private exporters reported the sale of 107,188 tons of U.S. corn to Mexico.
- European traders told that an importer in the United Arab Emirates has purchased about 40,000 tons of yellow corn at around \$200 a ton c&f; likely to sourced from South America or the United States for the shipment between Feb to May 2015. (Source: Reuters)
- The International Grains Council raised its forecast for the 2014/15 global corn production by 1 million tons to 974 million tons from the previous month forecast but still below the prior season's record of 983 million tons harvest. Production forecasts for the U.S., EU and Russia are raised due to good yield potential but corn production forecast for China was lowered by 5 million tons to 215 million tons from the previous month due to drought damage.
- As per the latest crop progress report released by USDA, 90% crop of corn has been dented, same from the last year but below 2% from the last 5 year average period. 42% crop has matured, higher by 5% from the last year but below 12% from the last 5 year average period. Besides, 7% crop has been harvested, same from the last year but below 8% from the last 5 year average period. 74% corn crop is in good to excellent condition as of 21st September, 2014, same from the last week but higher by 19% from the last year.
- European traders told that a group of Israeli private buyers purchased about 70,000 tons of corn at a premium of 121.5 cents a bushel c&f over the Chicago December corn contract and 108.5 cents a bushel c&f over the Chicago March corn contract. Shipment period for a first cargo of 30,000 tons was Nov. 25 to Dec. 15, 2014 and for a second one of 40,000 tons, shipment period was Dec. 25, 2014, to Jan. 20, 2015. (Source: Reuters)

- As per Korean traders, The Korea Feed Association in Busan purchased 60,000 tons of corn from Vitol at \$205.94 a ton c&f, and the price included surcharges for extra port unloading, scheduled to arrive on Feb. 20, 2015. (Source: Reuters)

Maize CBOT Weekly Futures Price Listing (USD/MT)				
	Contract Month	25.9.2014	18.9.2014	Change
Corn CBOT Prices	Sep-14	128.31	133.14	-4.83
	Dec-14	133.43	138.06	-4.63
	Mar-15	136.78	141.4	-4.62
	May-15	139.63	144.16	-4.53
	Jul-15	142.58	147.21	-4.63

INTERNATIONAL MAIZE OUTLOOK:

Corn prices on CBOT market decreased on the expectation of record U.S. crop harvest and a rising dollar that made the grain less competitive in global markets.

FUTURES MARKET ANALYSIS: NCDEX MAIZE:

(October Contract Weekly Chart)

- Candlestick chart pattern reveals downward trend in the market.
- RSI is moving down in oversold region.
- Prices closed below 9 and 18 days EMAs.
- Strategy: Sell below 1040 level and target1 and target2 would be 1010 and 995 in the near term.

Strategy: Sell
Maize NCDEX (Oct)

Support & Resistance				
S2	S1	PCP	R1	R2
955	990	1034	1073	1111

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