

EXECUTIVE SUMMARY

Cash maize markets continued to reel under pressure during the week under review despite some recovery in the mid of the week. New arrivals, Weak international market and sluggish demand weighed on market fundamentals. Pressure is likely to continue in the weeks ahead.

In Ahmadabad region of Gujarat, poultry feed makers quoted maize up by Rs. 5 per quintal to Rs. 1310-1315 per quintal while starch feed makers quoted maize down by Rs. 5 per quintal to Rs.1315-1320 per quintal as compared to last week, sourced from U.P.

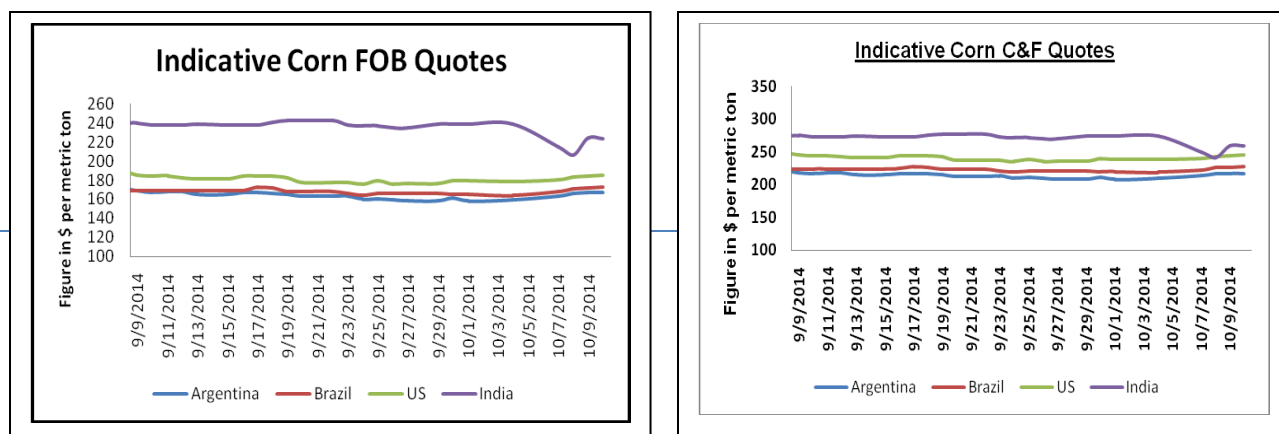
In Nizamabad, new crop started hitting the market having 14-20% moisture level. However, arrived quantity is lower than expectation at this point of time. Higher arrival is expected from the third week of October. More downward pressure is likely with improving arrival volume in other producing sttes too. Sluggish demand from poultry feed makers supported by weak domestic and nil export demand would continue to pressurize market in the days ahead.

As per ministry of agriculture, maize have been sown in 78.39 lakh hectares as on 26th September, 2014, lower by 3.83 lakh hectares as compared to last year. Latest data regarding sowing is awaited.

BUSINESS FROM VARIOUS SOURCING CENTERS DURING THE SEASON TILL DATE:

Destination	By Road (Rs/MT)	By Rake (Rs/MT)
Kolkata	12750 (Bihar Origin)	N.A
Bangalore	12800 (Davangere Origin)	N.A
Namakkal	13000 (Davangere Origin)	N.A
Chitradurga	12300 (Davangere Origin)	N.A
Gujarat	13000 (U.P Origin)	N.A

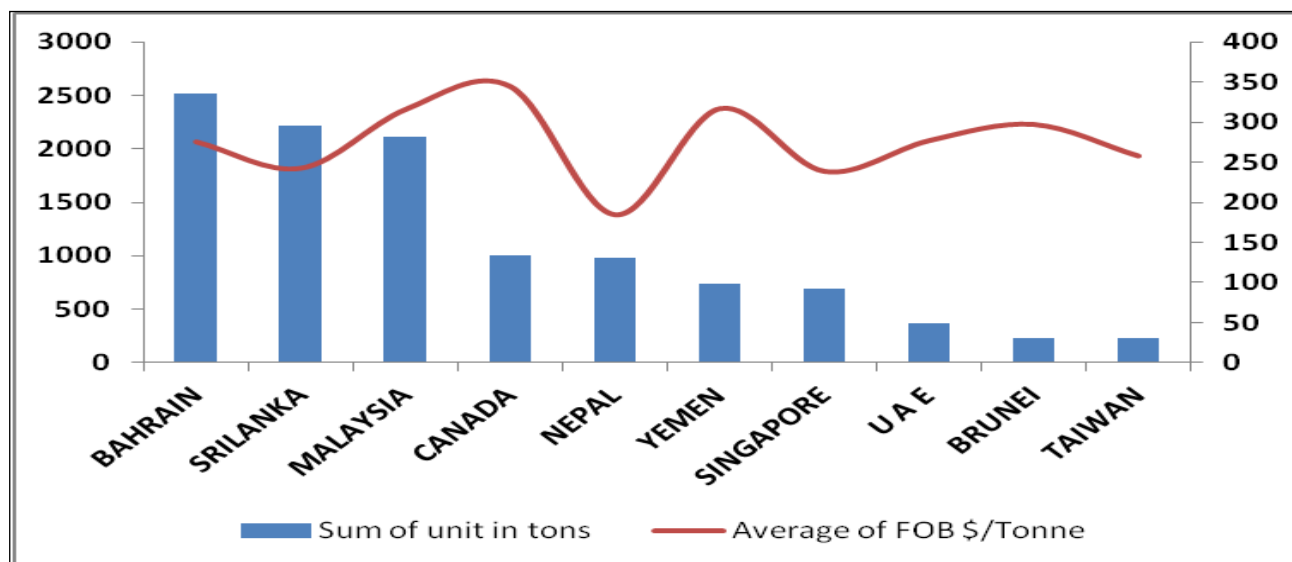
ON THE EXPORT FRONT:



Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 61.2711)				
As on 10.10.2014	Argentina	Brazil	US	India
FOB	167.22	172.5	184.9	223.68
Cost and Freight (C&F)	217.22	227.05	244.9	258.68

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

As per IBIS data, exports of corn were reported around 0.0113 million tons for the period of Sep 22 to Sep 28, 2014 mainly to Bahrain, Sri Lanka, Malaysia and Canada. IBIS data is awaited for Oct.



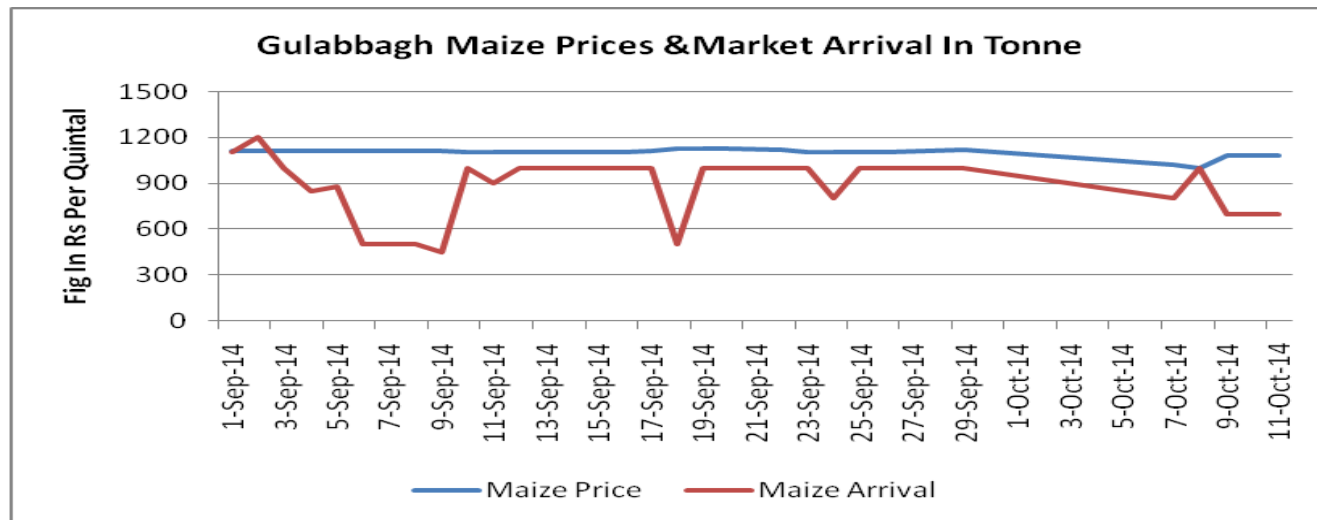
MAIZE- PRELIMINARY PRODUCTION ESTIMATES & WEATHER

States	Area in '000 Ha. (last year)	Cumulative Rainfall Distribution % (1st Jun to 30th Sep'14)	Current Period of sowing	Sowing Data as per Government as of 26th Sep'14 ('000 hectares)	5 year Av. Prod ('000 tons)	Production Forecast ('000 tons)	Area under Normal condition
Andhra Pradesh	622	-29.00%	Jun first week	587.9	1627.9	1656.04	95.00%
Bihar	467	-17.00%	Jun mid week	431	551.7	830.01	92.00%
Gujarat	349	-10.00%	July Mid Week	318	535.7	402.18	91.00%
Karnataka	1299	7.00%	Jun first week	1228	3365.6	3149.29	95.00%
West Madhya Pradesh	1003	-12.00%	July First Week to Mid Week	1055	1205.1	1410.17	105.00%
Maharashtra	955.5	-14.00%	July First Week to Mid Week	797.1	1933.8	1896.17	83.00%
East Rajasthan	966.6	0.00%	July Mid Week	912.1	1579	1252.86	94.00%
Uttar Pradesh	813	-47.00%	July First Week to Mid Week	715	1126.7	1019.68	90.00%
All India	8224.8			7839	15360.2	15305.5	

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

CURRENT MARKET DYNAMICS:

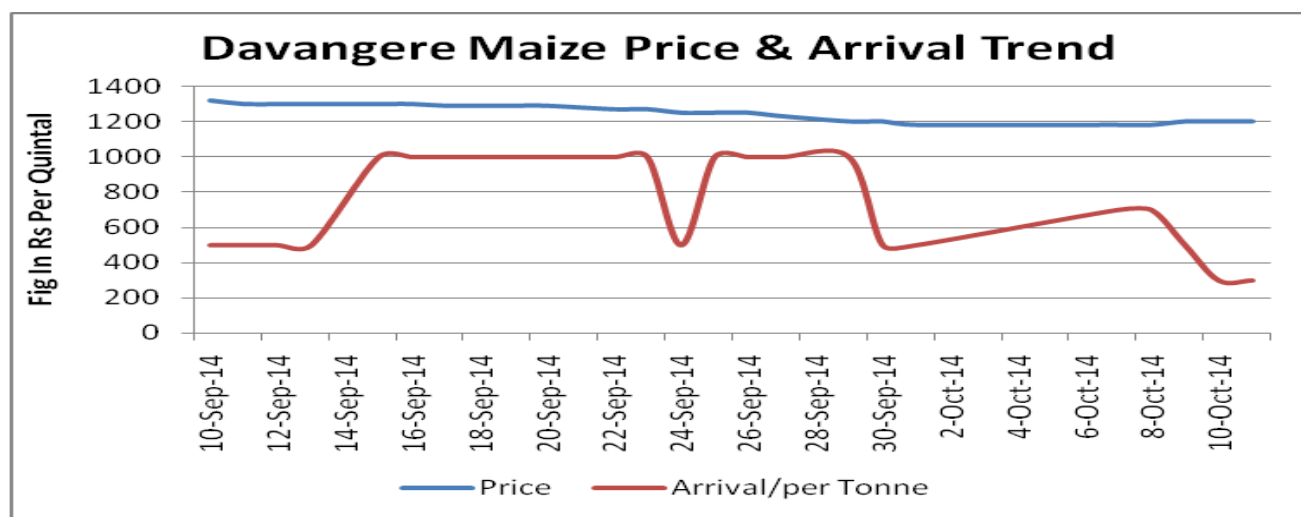
During the week under review, mixed sentiments were witnessed in most of the major spot markets of maize. The various key spot markets dynamics were as under:



BIHAR

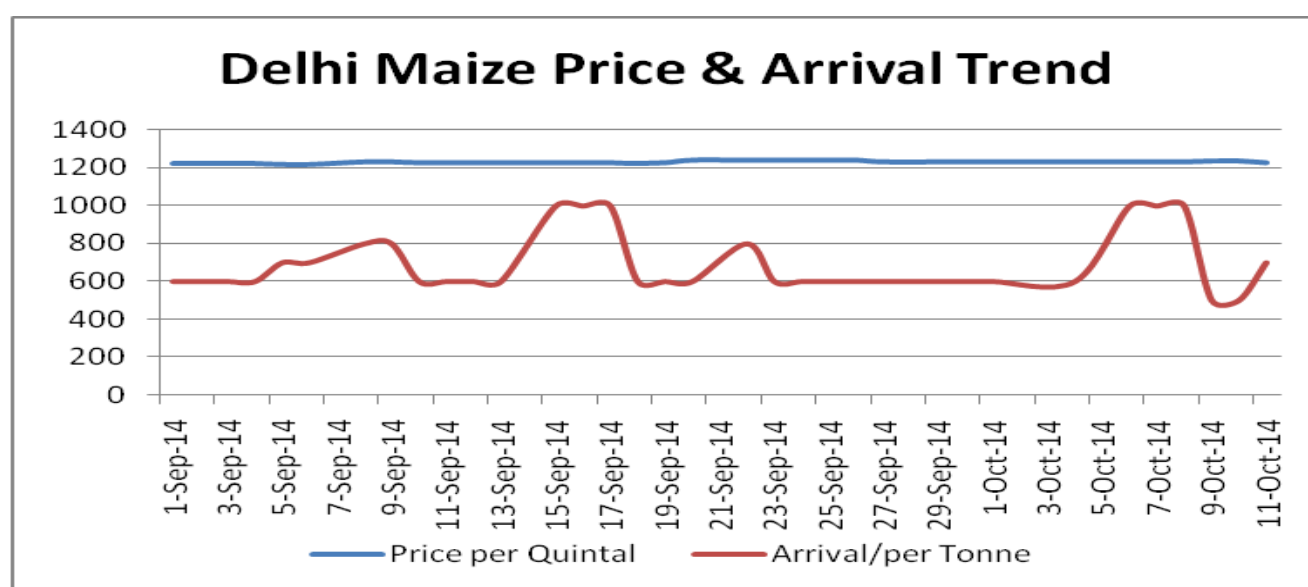
In Gulabghat mandi, maize continues to trade mixed during the week in the range of Rs1025 to Rs 1080 per quintal. In the middle of week it touched Rs 1000 per quintal but could not sustain this level and recovered by the end of the week, Maize is moving towards Kolkata at Rs. 12700-12750 per tonne on delivered basis sourced from Naugachia region of Bihar. Higher carry forward stock amid lower export demand may keep prices under pressure.

KARNATAKA:



No major change in delivered price in karnataka has been witnessed this week. As per trade sources, maize is moving towards Bangalore, Nammakal and Chitradurga at Rs. 1280 per quintal, Rs. 1320 per quintal and Rs. 1230 per quintal respectively, sourced from Davangere. Higher moisture content around 22 to 26 percent keeps traders/buyers away from any active buying at this point of time. However, pick up in arrival is expected by the end of October. Lower demand in local market, better carry in stock and major buyer's wait and watch strategy would restrict market to trade lower. Overall sentiment remains weak at this point of time.

DELHI:



In Delhi, hybrid maize traded up by Rs. 5 per quintal to Rs 1235 per qtl. as compared to last week, sourced from U.P. Sources revealed that maize could trade steady to weak in the near term on the expectation of arrival pressure and lackluster demand in the market. Arrivals improved by the middle of week and it is likely to improve in the weeks ahead.

MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

Market	Grade	10 Oct. ,2014	Week Ago	Month Ago	2 Month Ago	Year Ago
Delhi	Hybrid	1235	1230	1225	1235	1420
Davangere	Bilty	1200	NA	1320	1350	NA
Shimoga	Bilty	1280	1180	1350	1350	1460
Ranebennur	Bilty	1185	1130	1320	1300	1550
Bagalkot	Hybrid/Local	1055	NA	NA	NA	1285

Gadag	Local	924	1076	1137	1230	834
Hubli	Local	NA	NA	NA	1325	NA
Nizamabad	Bilty	1175	1170	NA	1288	1400
Karimnagar	Local	1080	NA	NA	1246	1257
Khanna	Bilty	1250	1250	1210	1250	1480
Ludhiana	Bilty	1300	1280	1200	1200	1400
Sangli	Bilty	1225	1250	1380	1490	1386
Ahmedabad	Feed	1315	1310	1360	1390	1550
	Starch	1320	1325	1310	1355	1410

DOMESTIC MAIZE OUTLOOK: We expect market to move steady to slightly weak due to sluggish local demand, new crop arrivals, disparity for export and sluggish trading activities due to high moisture content. Overall sentiments remain bearish.

INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS

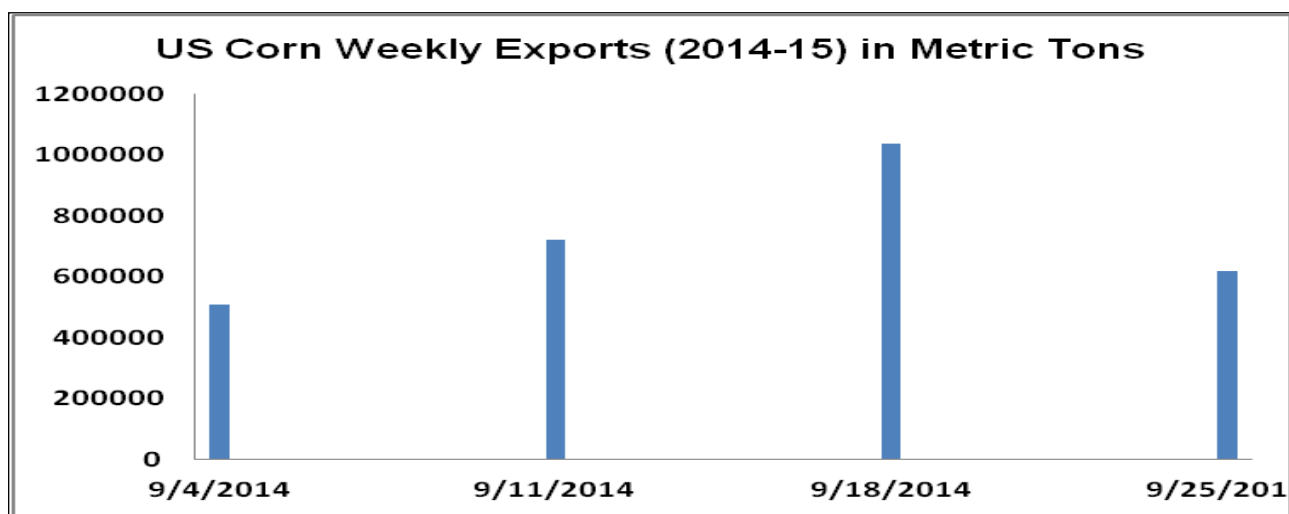


Chart not updated

Net sales of 784,800 MT for 2014/2015 were reported primarily for unknown destinations (230,400 MT), Japan (168,900 MT, including 128,100 MT switched from unknown destinations and decreases of 10,600 MT), Peru (157,300 MT), Colombia (62,100 MT, including 40,000 MT switched from unknown destinations), and South Korea (61,900 MT, including 65,000 MT switched from unknown destinations and decreases of 3,100 MT). Decreases were reported for Israel (20,400 MT), Costa Rica (16,900 MT), and Canada (3,500 MT). Net sales reductions of 800 MT for 2015/2016 were reported for Mexico. Exports of 978,100 MT were primarily Mexico (253,200 MT), Japan (243,400 MT), Colombia (100,300 MT), Peru (96,500 MT), and South Korea (63,400 MT).

Some other major International Corn Highlights during the week are:

- The National Food Reserve Agency (NFRA) has been given go ahead to get loan amounting Tsh20 billion (\$11.93 million) from CRDB bank to facilitate the deal. The maize harvest this season is 500 million metric tons while the government through NFRA can only buy 300,000 metric tons. According to Minister for Agriculture Eng Christopher Chiza, Tanzania has self-food sufficiency of 125% this year.
- USDA quarterly grain stock report shows corn stocks as of Sept. 1 at 1.235 billion bushels, up from the average trade estimate of 1.185 billion and above 821 million a year ago.
- As per the latest crop progress report released by USDA, 96% crop of corn has been dented, above 1% from the last year but below 1% from the last 5 year average period. 60% crop has matured; same from the last year but below 10% from the last 5 year average period. Besides, 12% crop has been harvested, above 1% from the last year but below 11% from the last 5 year average period. 74% corn crop is in good to excellent condition as of 28th September, 2014, same from the last week but higher by 19% from the last year.
- Lanworth raised its forecasts for U.S. 2014 corn by 0.032 billion bushels to 14.596 billion bushels from the previous month forecast as it raised its U.S. corn yield estimate by 0.5 bushels per acre to 174.9 bushels per acre. Lanworth made no changes to its Sept. 17 forecasts of harvested area of 83.471 million acres for corn.

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	9.10.2014	2.10.2014	Change
Corn CBOT Prices	Dec-14	135.69	127.03	8.66
	Mar-15	140.81	132.15	8.66
	May-15	144.25	135.50	8.75
	Jul-15	147.21	138.55	8.66
	Sep-15	150.16	141.60	8.56

INTERNATIONAL MAIZE OUTLOOK:

Corn prices on CBOT market recovered on the back of buying at lower level. However, uptrend is unlikely to continue as strong \$ would restrict uptrend supported by ample crop this year.

FUTURES MARKET ANALYSIS: NCDEX MAIZE:



(October Contract Weekly Chart)

- Doji candlestick chart pattern reveals indecision in the market.
- RSI is moving down in oversold region favours bulls.
- Prices closed below 9 and 18 days EMAs.
- Strategy: Sell below 1055 level and target1 and target2 would be 1025 and 1015 in the near term.

Strategy: Sell

Maize NCDEX (Oct)

Support & Resistance				
S2	S1	PCP	R1	R2
1024	1015	1053	1075	1114

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