

## EXECUTIVE SUMMARY

Mixed sentiments witnessed in major spot markets of maize during the week under review. Prices of maize decreased in Gadag and Khanna while it increased in Delhi, Bagalkot and Sangli. Remained traded unchanged as compared to last week.

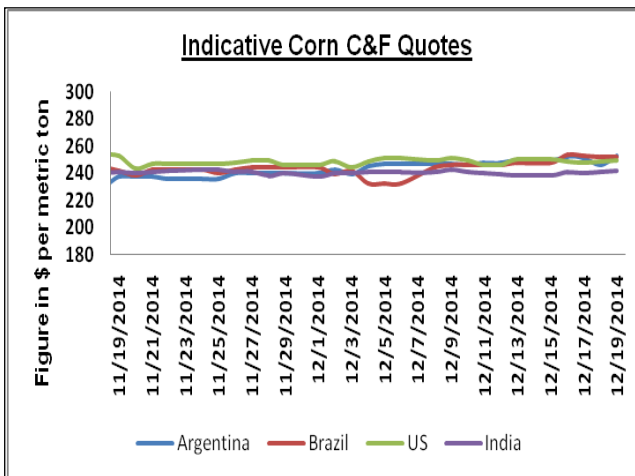
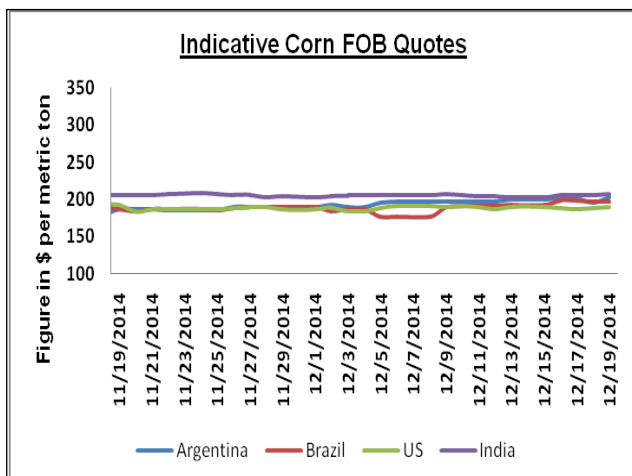
In Ahmadabad region of Gujarat, poultry feed makers quoted maize firm by Rs. 15 per quintal to Rs. 1225-1280 per quintal while starch feed makers quoted maize down by Rs. 10 per quintal to Rs. 1200 -1260 per quintal as compared to last week.

As per ministry of agriculture, maize have been sown in 9.73 lakh hectares as on 12th December, 2014 during Rabi season, higher by 0.05 lakh hectares as compared to last year.

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

Destination	By Road (Rs/MT)	By Rake (Rs/MT)
<b>Kolkata</b>	14250 (Bihar Origin)	N.A
<b>Bangalore</b>	12300 (Davangere Origion)	N.A
<b>Namakkal</b>	12500 (Davangere Origion)	N.A
<b>Chitradurga</b>	11500 (Davangere Origion)	N.A
<b>Gujarat</b>	12200 (Maharashtra Origin)	N.A

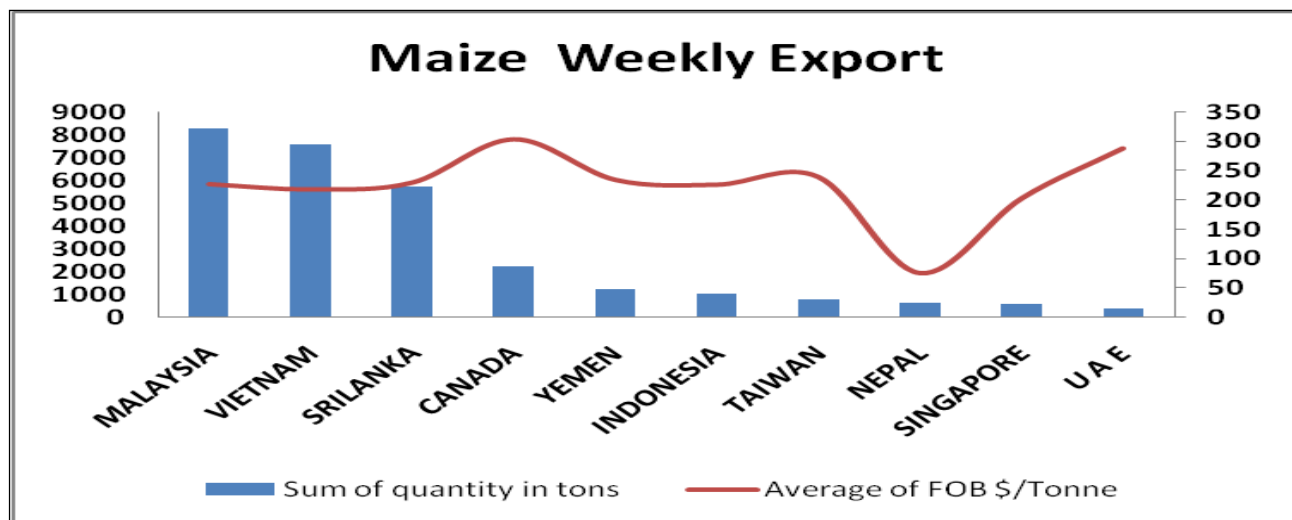
### ON THE EXPORT FRONT:



#### Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 63.06)

As on 19.12.2014	Argentina	Brazil	US	India
FOB	203.15	197.2	189.37	206.81
Cost and Freight (C&F)	253.15	252.2	249.37	241.81

### EXPORT BREAK UP BY MAJOR COUNTRIES FOR THE PERIOD OF 8<sup>TH</sup> DEC TO 14<sup>TH</sup> DEC'2014

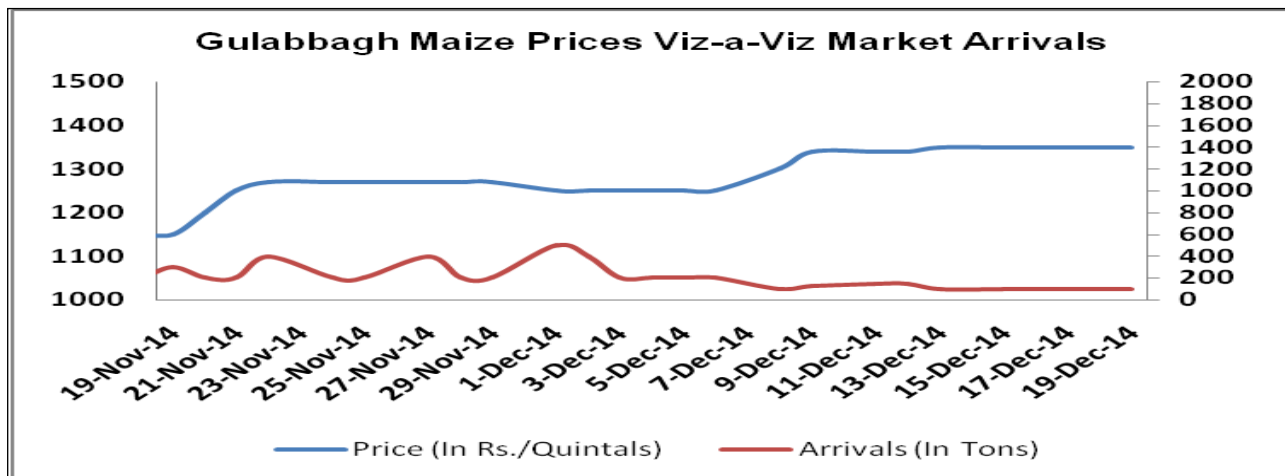


As per IBIS data, exports of corn were reported around 0.029 million tons for the period of 8<sup>th</sup> Dec to 14<sup>th</sup> Dec'14 mainly to Malaysia, Vietnam, Srilanka and Canada.

## CURRENT MARKET DYNAMICS:

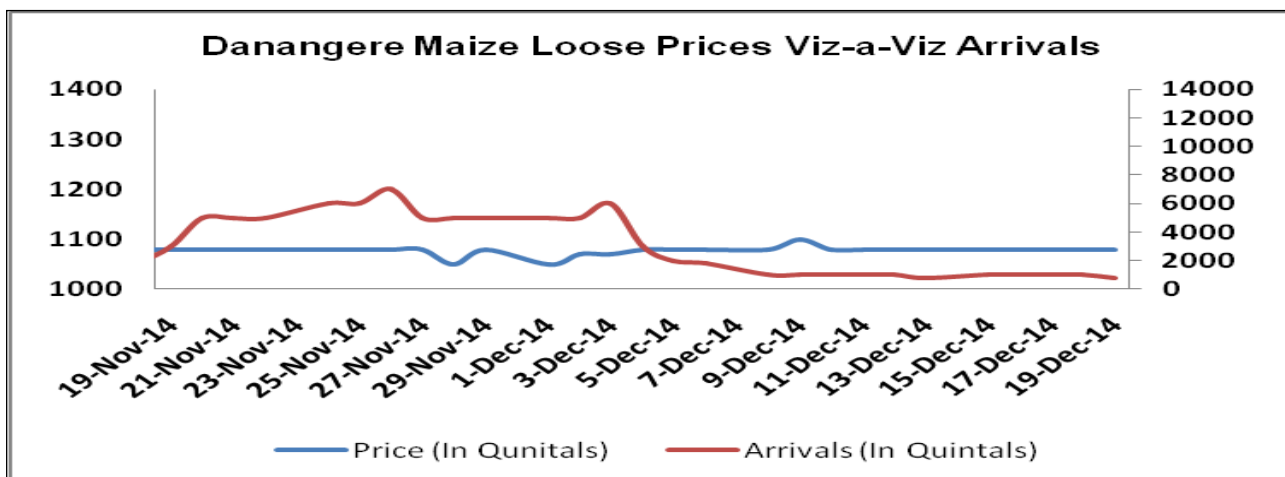
During the week under review, mixed sentiments were witnessed in most of the major spot markets of maize. The various key spot markets dynamics were as under:

### BIHAR



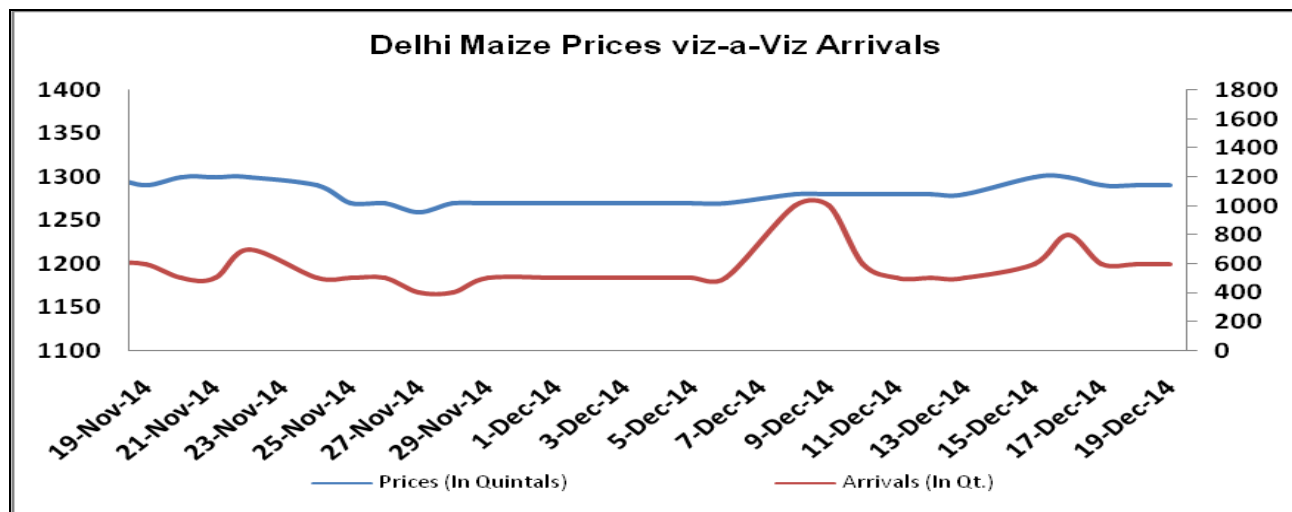
In Gulabbagh mandi, maize bilty traded steady at Rs. 1350 per quintal as compared to last week. Maize is moving towards Kolkata at Rs. 1425-1450 per quintal on delivered basis sourced from Naugachia region of Bihar. Maize could trade slightly firm amid good demand from Kolkata feed makers.

### KARNATAKA:



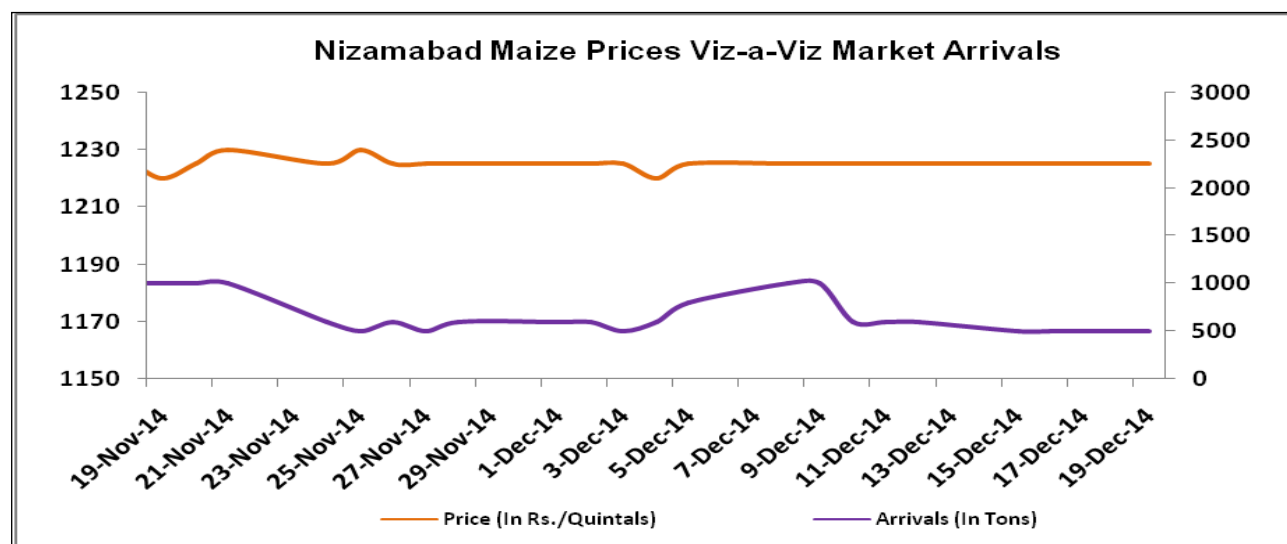
Maize crop contains 14-15% moisture. It is moving towards Bangalore, Nammakal and Chitradurga at Rs. 1230 per quintal, Rs. 1250 per quintal and Rs. 1150 per quintal respectively, sourced from Davangere. Maize could trade steady in the near term.

**DELHI:**



In Delhi, hybrid maize traded firm by Rs. 20 per quintal to Rs 1280-1300 per qtl. as compared to last week, sourced from U.P. Sources revealed that stock of maize could be around 700 quintal. Maize could trade steady to firm in the near term amid good demand of poultry feed makers.

**NIZAMABAD:**

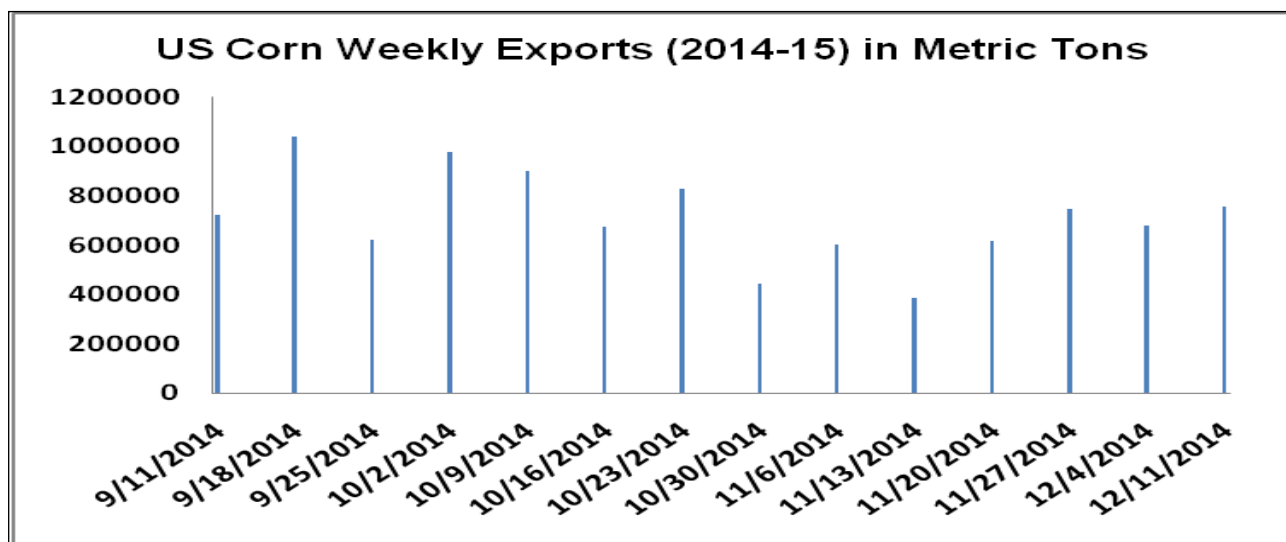


In Nizamabad, maize crop contains around 14% moisture, bilty quoted steady at Rs. 1225 per quintal as compared to last week. Sources revealed that government of A.P. has quantity of maize around 0.04 million tons at this time. Maize could trade steady to range bound in the near term.

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

Market	Grade	19-Dec-14	12-Dec-14	19-Nov-14	19-Dec-13	19-Dec-12
Delhi	Hybrid	1290	1280	1290	1450	1525
Davangere	Loose	1080	1080	1080	1200	1400
Shimoga	Bilty	1030	1030	1050	1150	1400
Ranebennur	Bilty	1125	1125	1082	1200	1390
Bagalkot	Hybrid/Local	1106	1087	1116	1131	NA
Gadag	Local	1082	1095	1052	1090	NA
Nizamabad	Bilty	1225	1225	1220	1240	1385
Khanna	Bilty	1350	1400	1380	1450	1600
Ludhiana	Bilty	1300	1300	1300	1430	1400
Sangli	Bilty	1226	1200	1213	1197	1414
Ahmedabad	Feed	1240	1240	1280	1350	1510
	Starch	1220	1260	1280	1350	1590

**DOMESTIC MAIZE OUTLOOK:** We expect market to move range bound with weak bias in the near term due to arrival pressure amid sluggish demand.

**INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS**


As per USDA, U.S accumulated corn export figures reached to 10,689,843 metric tons for the 2014-15 marketing year. Exports of 7,54,000 MT were up 11 percent from the last week and 24 percent from the prior 4-week average; reported by U.S to Japan (271,000 MT), Mexico (219,800 MT), Peru (64,000 MT), South Korea (60,400 MT), Venezuela (30,000 MT), and Panama (23,400 MT) for the period December 05- December 11, 2014.

Preliminary Japanese government data shows that Japan's use of corn in animal feed production rose to 44.8% in the Oct'14 from 43.6% during the same month last year as users' reliance on alternatives such as sorghum, wheat and barley decreased. (Source: Reuters)

As per European traders, South Korea's largest feedmaker Nonghyup Feed Inc. purchased 69,000 tons of corn at \$214.46 a ton c&f plus a \$1.25 a ton surcharge for additional port unloading from Cargill, for Apr. 15, 2015, arrival. (Source: Reuters)

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	18.12.2014	11.12.2014	Change
Corn CBOT Prices	15-Mar	161.77	153.50	8.27
	15-May	165.12	156.85	8.27
	15-Jul	167.77	160.00	7.77
	15-Sep	168.66	162.36	6.30
	15-Dec	171.12	164.23	6.89

### INTERNATIONAL MAIZE OUTLOOK:

Corn prices on CBOT market were up on support from investment fund buying and big gains in the wheat. However, Global maize market is likely to stay steady to weak on the back of year end holiday and lower Chinese demand for general maize from the global market. Besides, China has decided to import GM corn strain developed by Swiss based company Sygenta. It is being grown in US. It will impact corn market in the weeks ahead. Turmoil in the market is expected in January and most probably market may decrease once again. International market will remain closed from 25<sup>th</sup> Dec To 1st week of January and its hints bearish trend to continue. Source: Reuters

### FUTURES MARKET ANALYSIS: NCDEX MAIZE:



#### (January Contract Weekly Chart)

- Candlestick chart pattern reveals gain in the market.
- RSI is moving up in neutral zone.
- Prices closed above 9 and 18 days EMAs.

- Strategy: Sell below 1221 level and target1 and target2 would be 1197 and 1185 in the near term.

**Strategy: Sell**
**Maize NCDEX (Jan)**

Support & Resistance				
S2	S1	PCP	R1	R2
1142	1157	1217	1241	1261

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