

## EXECUTIVE SUMMARY

Overall firm sentiments witnessed in major cash markets of maize during the week under review. It is likely to be steady to slightly firm with the continued feed makers' demand.

As per Government data, maize have been sown in 75.90 lakh hectares as on 11<sup>th</sup> September, 2015, higher by 1.22 lakh hectares from the last year during same period.

Considering the current weather conditions, Agriwatch expects maize production for this Kharif season at 14.07 MMT with the expected yield of 2116 kg/ hectare.

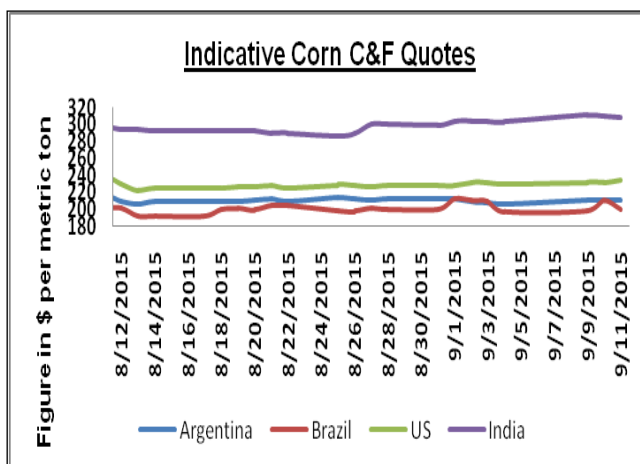
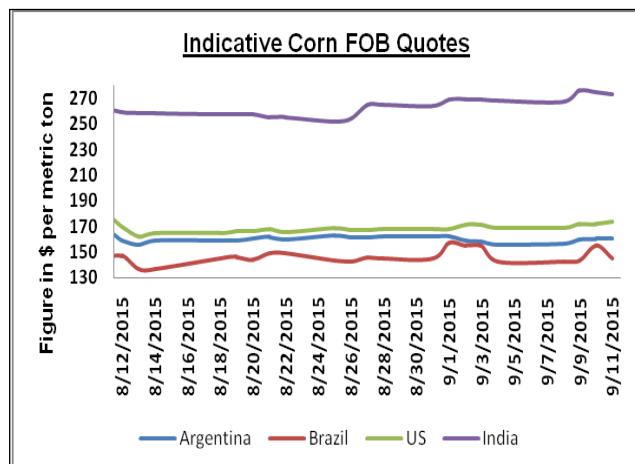
In Ahmadabad region of Gujarat, poultry feed makers quoted maize steady at Rs. 1610 per quintal while Starch feed makers quoted it down by Rs. 25 per quintal to Rs. 1625 per quintal as compared to last week.

## GULABBAGH MARKET ANALYSIS: MAIZE



In Gulabbagh cash market, maize prices are likely to trade in a range of Rs. 1410-1440 per quintal for the week.

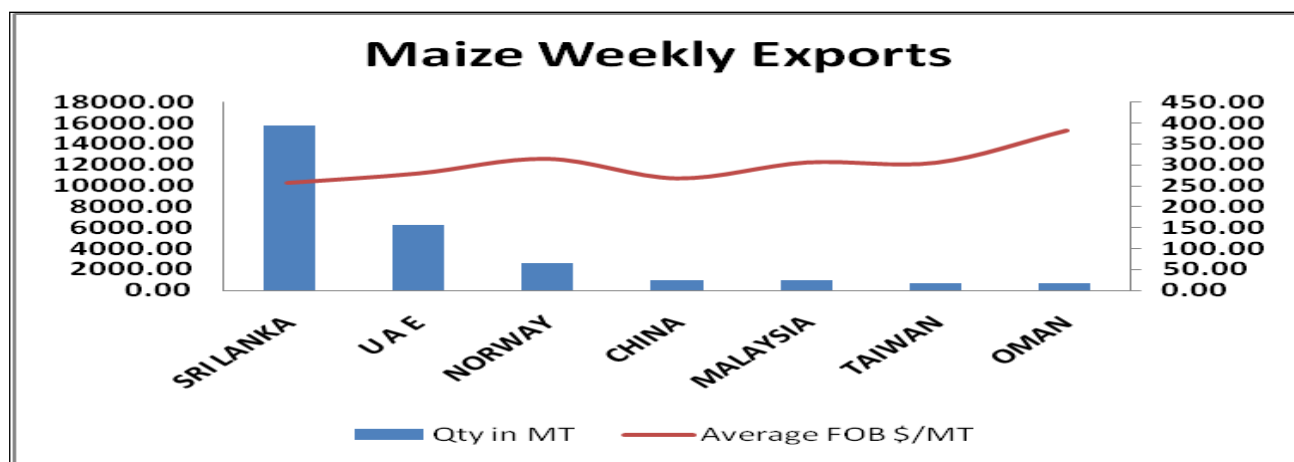
## ON THE EXPORT FRONT:



Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 66.38)				
As on 4.09.2015	Argentina	Brazil	US	India
FOB	160.73	145.16	174.10	273.00
Cost and Freight (C&F)	210.73	200.16	234.10	308.00

## EXPORT BREAK UP BY MAJOR COUNTRIES

As per IBIS data, around 28898 MT was exported during the period 31<sup>st</sup> Aug'15 to 6<sup>th</sup> Sep'15 mainly to Sri Lanka and UAE.

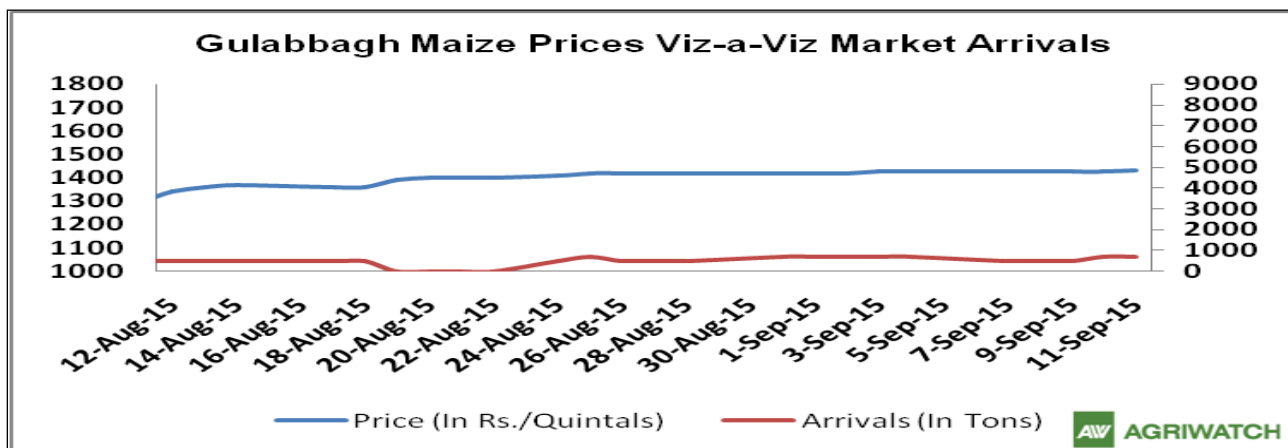


**BUSINESS FROM VARIOUS SOURCING CENTERS DURING THE SEASON TILL DATE:**

Destination	By Road (Rs/MT)	By Rake (Rs/MT)
<b>Bangalore</b>	17600 (Davangere Origin)	N.A
<b>Namakkal</b>	17800 (Davangere Origin)	N.A
<b>Chitradurga</b>	17000 (Davangere Origin)	N.A
<b>Sangli</b>	17500 (Davangere Origin)	N.A
<b>Kolkata</b>	16500 (Bihar Origin)	N.A
<b>Chennai</b>	17800 (Davangere Origin)	N.A

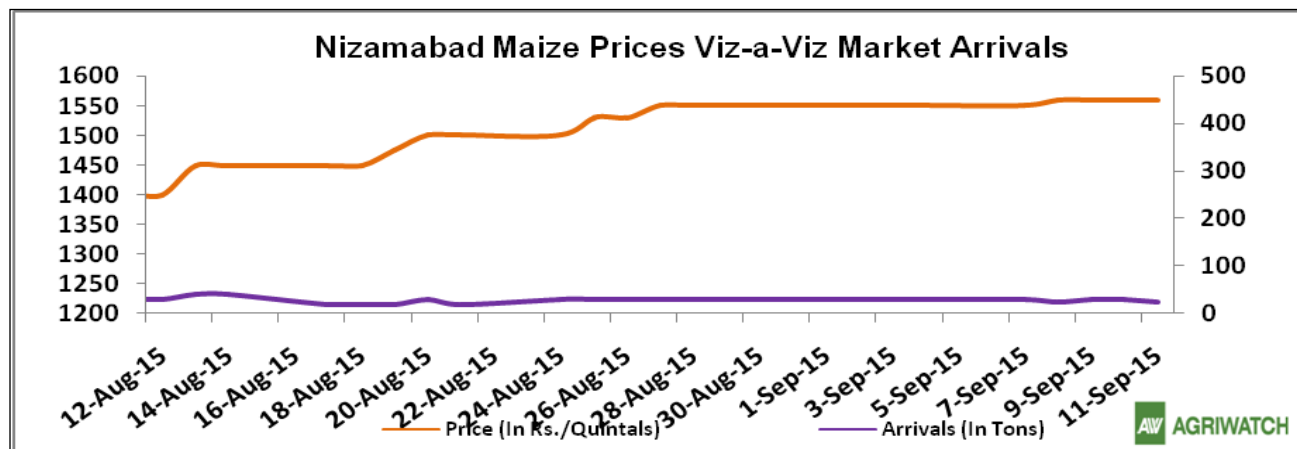
**CURRENT MARKET DYNAMICS:**

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

**BIHAR:**


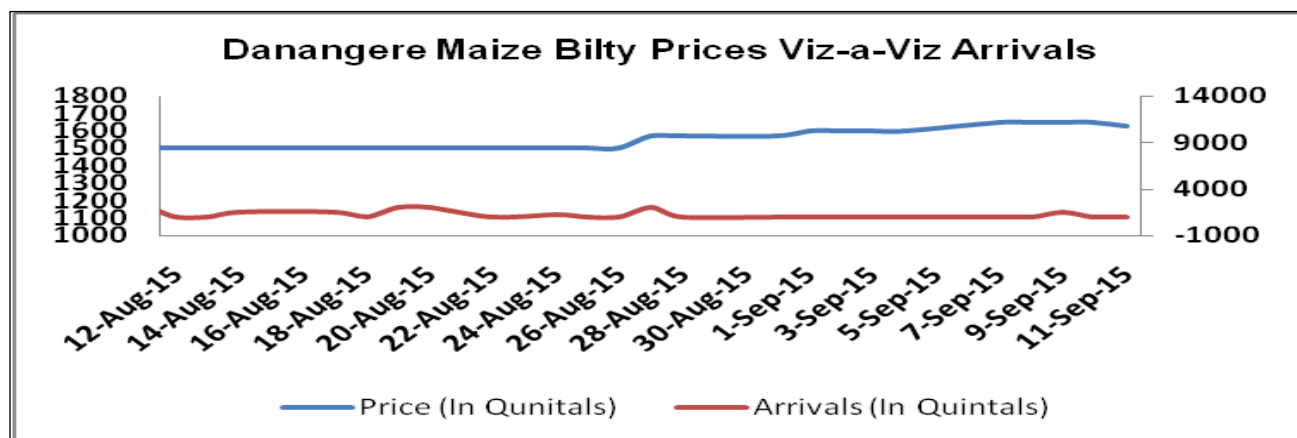
Maize sourced from Bihar is moving towards Kolkata at Rs.1650 per quintal. Maize could trade steady to slightly firm in the near term due to feed makers' demand from South India. Demand from Bangladesh is also leading the market.

## ANDHRA PRADESH:

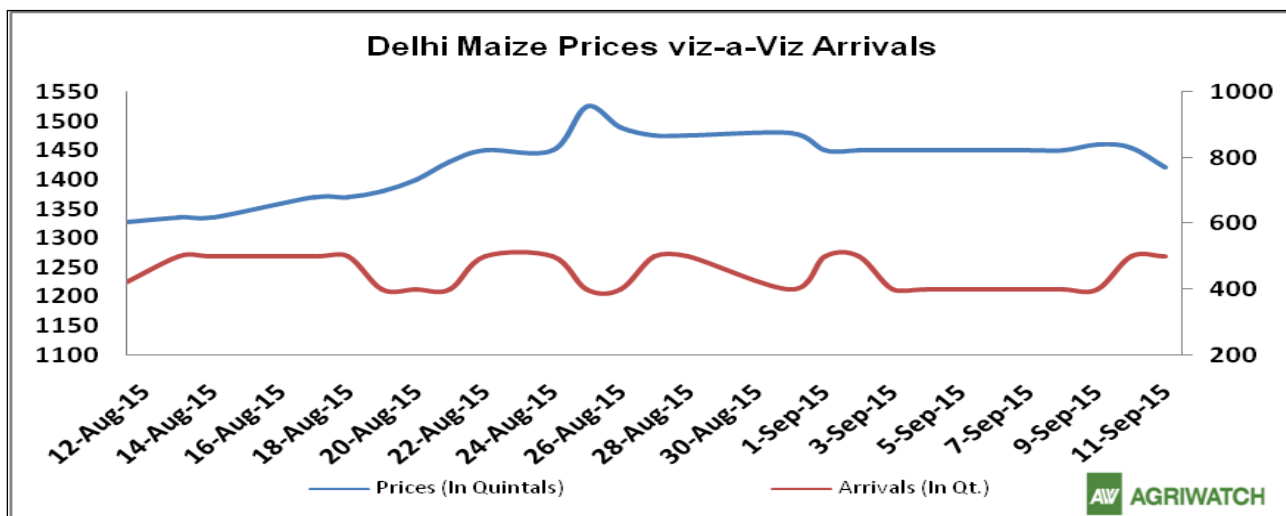


In A.P, stock of maize is around 22,000 MT (15,000 Government and 7,000 in the hands of Private traders) which was around 60,000 MT (40,000 Government and 20,000 in the hands of Private traders) during corresponding period last year. In A.P, crop is likely to be delayed by 8-10 days.

## KARNATAKA:



Maize sourced from Davangere is moving towards Bangalore, Nammakal, Chitradurga, Sangli and Chennai at Rs. 1760 per quintal, Rs. 1780 per quintal, Rs. 1700 per quintal, Rs. 1750 per quintal and Rs. 1780 per quintal respectively. In Karnataka, stock of maize(Private+Farmers) could be around 20,000 MT which was around 50,000 MT during last year. It is expected to trade steady to slightly firm in the near term as yield is drastically affected due to dry weather.

**DELHI:**


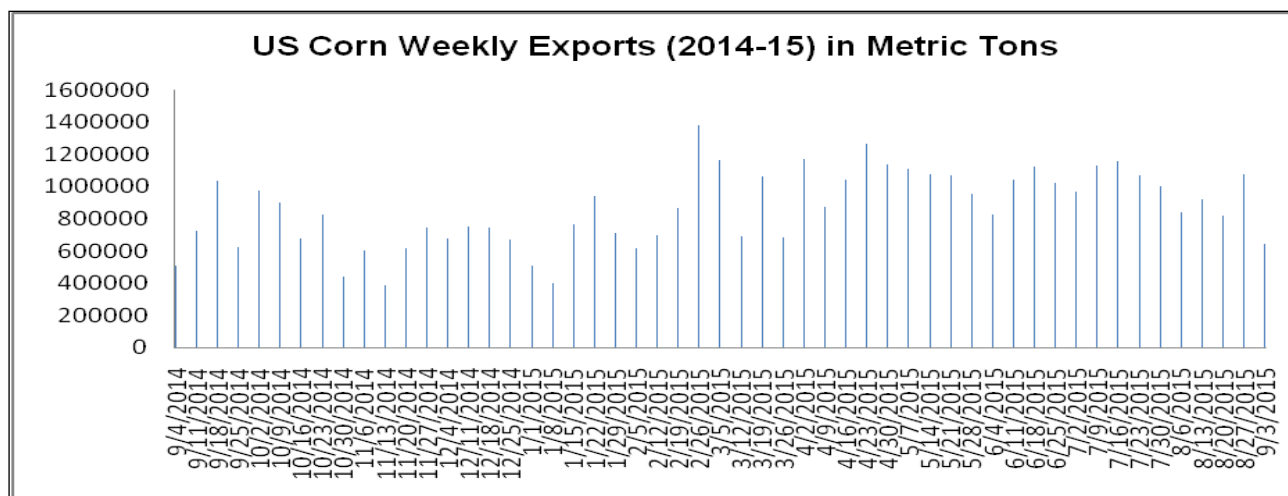
In Delhi, maize traded down by Rs. 30 per quintal to Rs 1420 per quintal as compared to last week. Maize could trade steady to slightly firm in the near term also. Stock of maize could be around 2500 tons which is adequate to meet current demand.

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

Market	Grade	10-Sep-15	3-Sep-15	10-Aug-15	10-Sep-14	10-Sep-13
Delhi	Hybrid	1455	1450	1325	1225	1400
Davangere	Bilty	1650	1600	1500	1320	NA
Shimoga	Bilty	NA	1460	1400	NA	1450
Ranebennur	Bilty	1560	1550	NA	1320	NA
Nizamabad	Bilty	1560	1550	NA	NA	1580
Khanna	Bilty	1325	1410	1280	1250	1450
Ludhiana	Bilty	1400	1380	1330	1200	1460
Sangli	Bilty	1688	1700	1572	1380	1650
Ahmedabad	Feed	1610	1600	1460	1360	1550
	Starch	1625	1625	1510	1310	1500

**DOMESTIC MAIZE OUTLOOK:** Maize market is likely to trade steady to slightly firm on the expectation of shortage of good quality crop due to delay of new crop arrival in the market.

## INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS



As per USDA, U.S corn exports for the period ending August 31 reached 45,845,488 metric tons in the 2014-15 marketing year, down 3 percent from the prior year's total of 47,375,100 metric tons. Exports for September 1-3 totaled 267,400 MT, with Mexico (121,500 MT), Colombia (65,500 MT), Japan (40,800 MT), and Venezuela (30,000 MT) being the primary destinations.

USDA forecasted corn production of the World at 978.10 MMT, lower by 7.51 MMT from the August projection. Corn ending stocks for the World are forecasted lower by 5.4 MMT to 189.69 MMT for 2015/16.

USDA forecasted corn production of U.S at 345.07 MMT, lower by 2.57 MMT from the August projection. Corn ending stocks for U.S are forecasted lower by 3.08 MMT to 40.45 MMT for 2015/16.

Argentina's Rosario grains exchange increased its corn production forecast by 1.5 MMT to 27.3 MMT for 2014-15 seasons.

As per the latest crop progress report released by USDA, Corn dough condition is 96% as on 6<sup>th</sup> Sep, 2015, higher by 2% from the last year and 1% from the last 5 year average period. Corn dent condition is 76%, higher by 9% from the last year and 1% from the last 5 year average period. Corn has matured 20%, higher by 6% from the last year but lowers by 6% from the last 5 year average period. 68% crop of corn is in good to excellent condition, lower by 6% from the last year.

A Chinese government think-tank reduced its country's corn production forecast by 3 MMT to 229 MMT, still a record, after drought in parts of the northeast. (Source: Reuters)

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	9-Sep-15	2-Sep-15	Change
Corn CBOT Prices	15-Sep	140.32	139.33	0.99
	15-Dec	145.24	144.65	0.59
	16-Mar	149.67	149.08	0.59
	16-May	152.52	151.73	0.79
	16-Jul	154.49	153.60	0.89

### INTERNATIONAL MAIZE OUTLOOK:

Corn prices raised by \$ 0.99 / MT to \$ 140.32 /MT for September contract on CBOT market. Corn prices could increase further as USDA reduced its World corn ending stock projection.

### FUTURES MARKET ANALYSIS: NCDEX MAIZE:



### (October Contract Weekly Chart)

- Doji candlestick chart pattern reveals indecision in the market.
- RSI is moving up in overbought zone.
- Prices closed above 9 and 18 days EMAs.
- Strategy: Buy above 1392 for target 1416 and 1428 in the near term.

**Strategy: Buy****Maize NCDEX (October)**

Support & Resistance				
S2	S1	PCP	R1	R2
1346	1377	1414	1444	1475

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