

EXECUTIVE SUMMARY

DOMESTIC MAIZE MARKET SUMMARY

Overall maize cash markets traded steady to slightly weak during the week under review and it seems to reel under pressure ahead, on expectation of further imports and higher production in Bihar. Considering the current weather conditions, Agriwatch expects maize production of 5.38 MMT for this Rabi season with the expected yield of 3752 kg/ hectare.

In Ahmadabad region of Gujarat, poultry feed makers quoted maize down by Rs 25 per quintal to Rs. 1560 per quintal. Starch feed makers quoted it down by Rs. 30 per quintal in range of Rs. 1560 per quintal as compared to last week.

RECOMMENDATION:

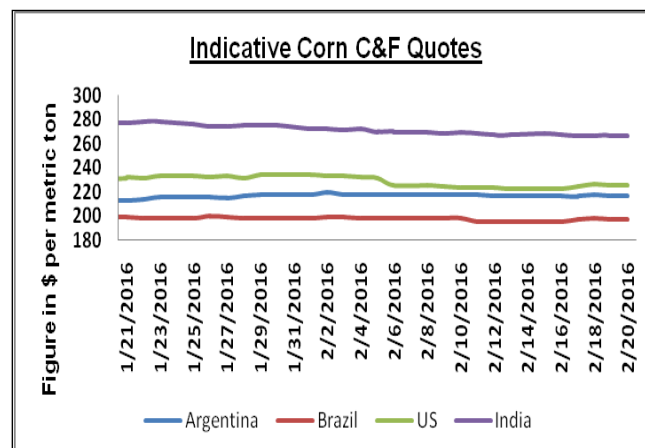
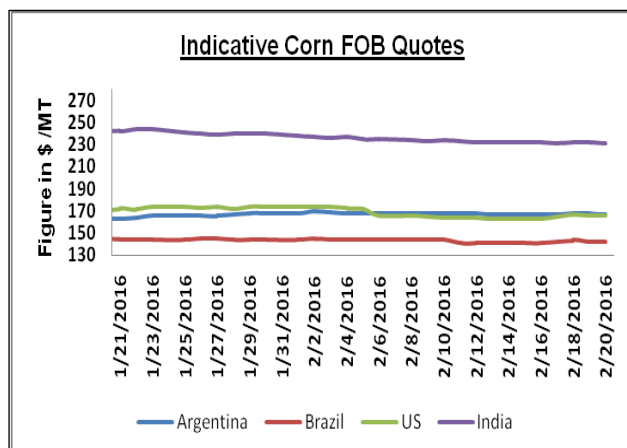
Weekly Call - : Market participants are advised to go short in Maize for March contract near 1354 levels for a target of 1338 and 1330 with a stop loss at 1363 on closing basis. In Davangere cash market, maize (loose) prices are likely to trade slightly down in a range of Rs. 1360 per quintal for the week.

INTERNATIONAL CORN MARKET SUMMARY

Corn prices on CBOT rose by 2.76 USD/MT to 144.55 USD/MT for March contracts during last week on better than expected export demand for U.S' corn.

At 7,28,938 MT (for the period 5th Feb- 11th Feb, 2016) exports were up 38 percent from the previous week and 21 percent from the previous 4-week average.

EXPORT PARITY TREND:



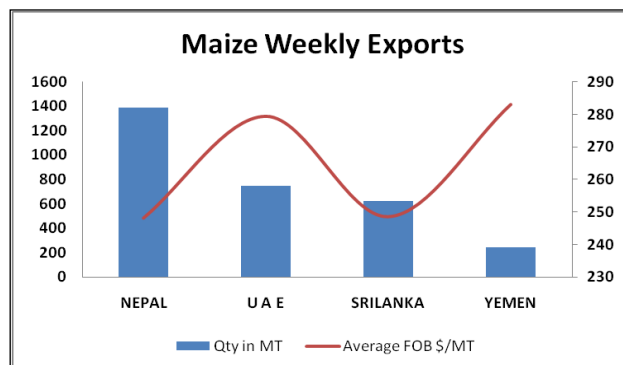
Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 68.72)

As on 20.02.2016	Argentina	Brazil	US	India
FOB	167.03	142.32	166.02	231.14
Cost and Freight (C&F)	217.03	197.32	226.02	266.14

As depicted by the above data, there is no parity for Indian maize as gap of prices between India and other exporting countries is wide. More import is possible in new MY if prices get firmer.

EXPORT BREAK UP BY MAJOR COUNTRIES

- As per IBIS data, around 3178 MT was exported mainly to Nepal followed by UAE and Srilanka; mainly through Raxaul LCS followed by JNPT Sea during the period 8th February'16 to 14th February'16, lower compared to last week.



BUSINESS FROM VARIOUS SOURCING CENTERS DURING THE SEASON TILL DATE:

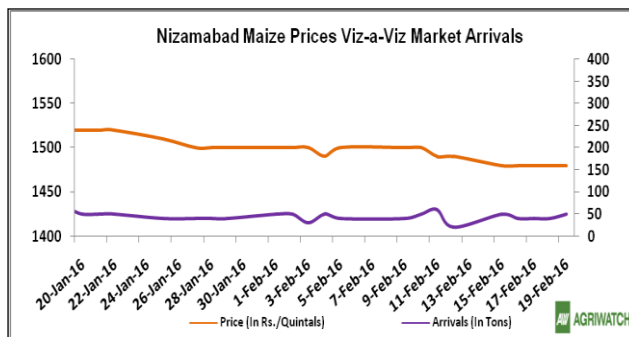
Destination	By Road (Rs/MT)	By Rake (Rs/MT)
Bangalore	14700 (Davangere Origin)	N.A
Namakkal	14700 (Davangere Origin)	N.A
Sangli	14700 (Davangere Origin)	N.A
Chennai	15000 (Davangere Origin)	N.A
Chitradurga	14250 (Davangere Origin)	N.A

CURRENT MARKET DYNAMICS:

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

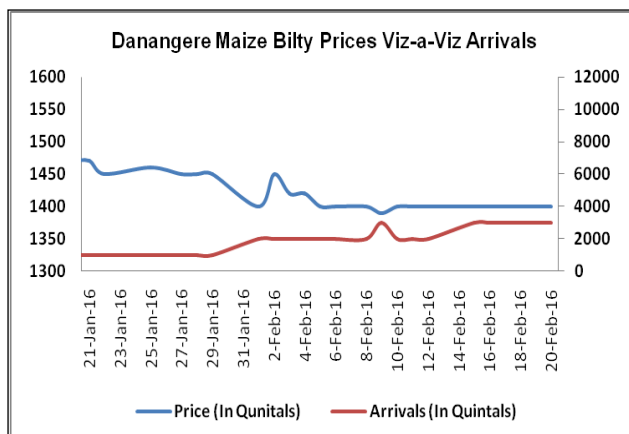
ANDHRA PRADESH:

- In A.P, maize stock position could be around 47,000 MT(25000- Private+ 22000-Government) which was around 40,000 MT(5000-Pvt+35000-Government) during the corresponding period of last year. Maize is likely to trade steady to slightly weak in the near term.



KARNATAKA:

- Maize sourced from Davangere moved towards Bangalore, Nammakal, Chitradurga, Sangli and Chennai at Rs. 1470 per quintal, Rs. 1470 per quintal, Rs. 1425 per quintal, Rs. 1470 per quintal and Rs. 1500 per quintal respectively. Market is expected to trade steady in the near term. As per trade sources, stock of maize could be around 25,000 MT in the hands of Private traders, almost same during the corresponding period of last year.

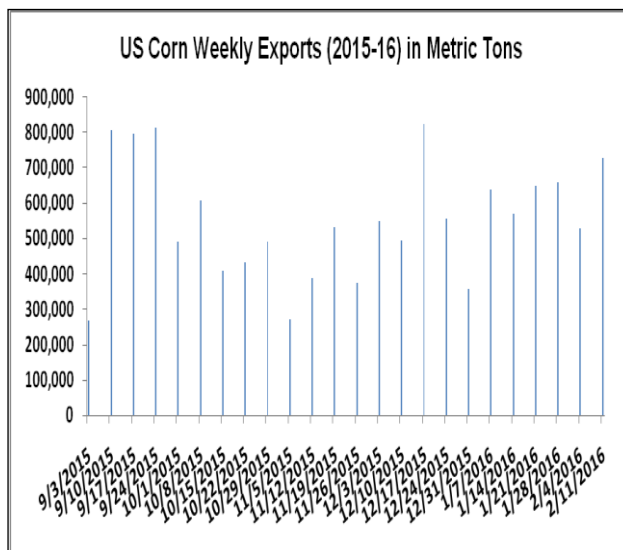


DOMESTIC MAIZE OUTLOOK:

Maize cash market is likely to trade slightly weak on the expectation of further imports amid expectation of higher production in Bihar.

INTERNATIONALS MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS

- As per USDA, U.S corn exports reached 13,177,669 metric tons in the 2015-16 marketing year. At 7,28,938 MT (for the period 5th Feb- 11th Feb, 2016) exports were up 38 percent from the previous week and 21 percent from the previous 4-week average. The primary destinations were Mexico (324,500 MT), Japan (199,400 MT), Peru (57,800 MT), Colombia (47,800 MT), Guatemala (25,500 MT), and El Salvador (21,600 MT).
- Preliminary Japanese government data shows that Japan's use of corn in animal feed production rose to 45.4% in the December'15 from 44.2% during the corresponding month last year as users' reliance on sorghum, decreased.



INTERNATIONAL MAIZE OUTLOOK:

Corn prices on CBOT increased by 2.76 USD/MT to 144.55 USD/MT for March contracts during last week on better than expected export demand for U.S' corn.

FUTURES MARKET ANALYSIS: NCDEX MAIZE:

(March Contract Weekly Chart)

- Candlestick depicts down in the market.
- RSI is moving down in neutral zone.
- Prices closed below 9 days EMAs.
- Decrease in prices with higher OI indicates short build up.
- Strategy: Sell near 1354 for target 1338 and 1330 in the near term.

Strategy: Sell
Maize NCDEX (March)
Support & Resistance

S2	S1	PCP	R1	R2
1300	1314	1350	1374	1398

DAVANGERE MARKET ANALYSIS: MAIZE


In Davangere cash market, maize (loose) prices are likely to trade steady at Rs.1360 per quintal for the week.

ANNEXURE
MAIZE SPOT MARKET PRICES (Rs. /QUINTAL)

Market	Grade	18-Feb-16	11-Feb-16	18-Jan-16	18-Feb-15	18-Feb-14
Gulabbagh	Bilty	NA	1600	NA	NA	1300
Delhi	Hybrid	1650	1625	1650	1435	1350
Davangere	Loose	1360	1360	1440	1170	1160
Shimoga	Bilty	1470	1490	1490	1130	1110
Ranebennur	Bilty	NA	1450	1451	1250	1220
Bagalkot	Hybrid/Local	1361	1386	1452	1280	1156
Gadag	Local	1351	1366	1394	1122	1143
Nizamabad	Bilty	1480	1490	1520	1280	1260
Khanna	Bilty	NA	NA	NA	1430	1450
Sangli	Bilty	1480	1510	1560	1290	1232
Ahmadabad	Feed	1550	1600	1570	1380	1300
	Starch	1530	1600	1600	1400	1320

Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	2/18/2016	2/10/2016	Change
Corn CBOT Prices	Mar-16	144.55	141.79	2.76
	May-16	146.22	143.76	2.46
	Jul-16	147.99	145.73	2.26
	Sep-16	150.06	147.8	2.26
	Dec-16	153.11	150.95	2.16

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