

EXECUTIVE SUMMARY

DOMESTIC MAIZE MARKET SUMMARY

Maize cash markets traded mixed during the week under review. New crop arrivals from Bihar, expected after Holi festival, are likely to put pressure on market sentiments. However, very low quantity of new crop has started reaching the market; containing moisture level of 15-16%.

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 steady at Rs. 1560 per quintal. However, starch feed makers quoted it down by Rs. 35 per quintal at Rs.1550 per quintal compared to last week.

RECOMMENDATION:

Weekly Call - : Market participants are advised to go short in Maize for April contract near 1280 levels for a target of 1260 and 1250 with a stop loss at 1292 on closing basis. In Davangere cash market, maize (loose) prices are likely to trade slightly weak in a range of Rs.1340-1360 per quintal for the week.

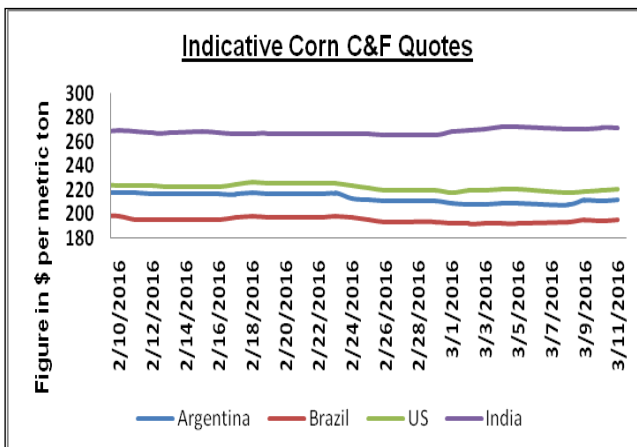
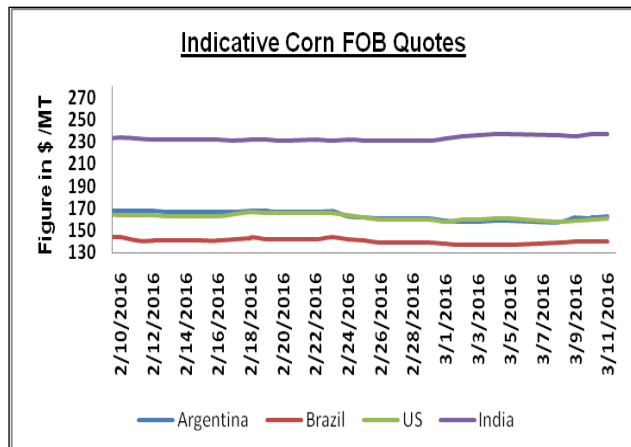
INTERNATIONAL CORN MARKET SUMMARY

Corn prices on CBOT raised by 1.77 USD/MT to 141.30 USD/MT for March contracts due to short covering amid high weekly export demand for U.S corn.

At 10,52,478 MT (for the period 26th Feb- 3rd March, 2016) exports were up 33 percent from the previous week and 48 percent from the prior 4-week average.

USDA kept unchanged corn ending stocks for U.S at 46.671 MMT for 2015/16 compared to February month forecast.

EXPORT PARITY TREND:



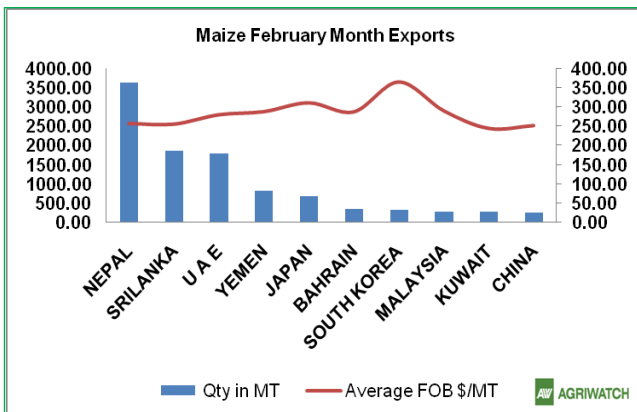
Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 670.08)

As on 11.03.2016	Argentina	Brazil	US	India
FOB	162.5	140.36	160.93	236.79
Cost and Freight (C&F)	212.5	195.36	220.93	271.79

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 M.Y if prices get firmer.

EXPORT BREAK UP BY MAJOR COUNTRIES

- As per IBIS data, around 10655 MT was exported mainly to Nepal followed by Sri Lanka and UAE for the month of February, lower by 38.66% compared to last month, mainly through JNPT Sea followed by Raxul LCS.



BUSINESS FROM VARIOUS SOURCING CENTERS DURING THE SEASON TILL DATE:

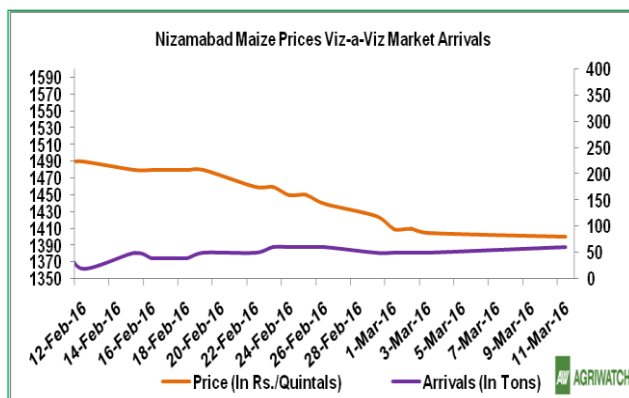
Destination	By Road (Rs/MT)	By Rake (Rs/MT)
Bangalore	14700 (Davangere Origin)	N.A
Namakkal	14700 (Davangere Origin)	N.A
Sangli	14700 (Davangere Origin)	N.A
Chennai	14800 (Davangere Origin)	N.A
Chitradurga	14300 (Davangere Origin)	N.A

CURRENT MARKET DYNAMICS:

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

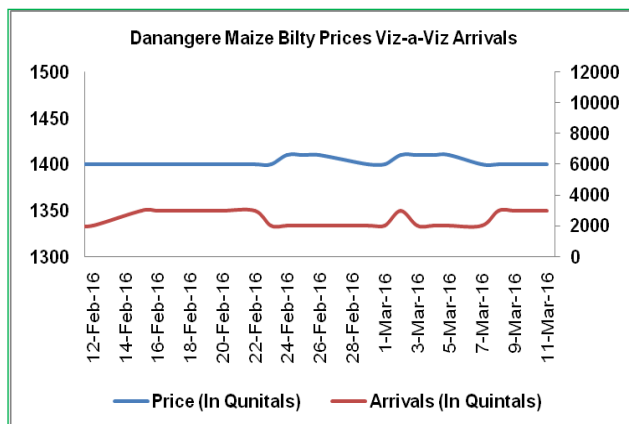
ANDHRA PRADESH:

- Sentiments remained same, as Nizamabad market was closed most of the days due to strike. In A.P, despite the sluggish demand, maize is likely to trade range bound for the month of March as prices are ruling at the lower level. In A.P, maize stock position could be around 47,000 MT(20000- Private+ 22000-Government) which was around 40,000 MT(5000-Pvt+35000-Government) during the corresponding period of last year.



KARNATAKA:

- Maize sourced from Davangere moved towards Bangalore, Nammakal, Chitradurga, Sangli and Chennai at Rs. 1470 per quintal, Rs. 1470 per quintal, Rs. 1430 per quintal, Rs. 1470 per quintal and Rs. 1480 per quintal respectively. Market is expected to trade slightly weak in the near term. As per trade sources, in karnataka, stock of maize could be around 100,000 MT in the hands of Private traders, which was 200,000 MT during the corresponding period of last year.

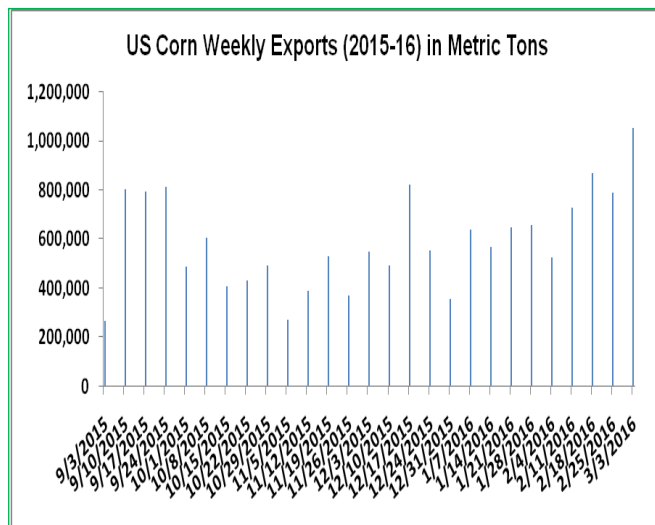


DOMESTIC MAIZE OUTLOOK:

Maize cash market is likely to trade range bound with weak bias on the expectation of normal harvest of Rabi crop.

INTERNATIONALS MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS

- As per USDA, U.S corn exports reached 15,827,524 metric tons in the 2015-16 marketing year. At 10,52,478 MT (for the period 26th Feb- 3rd March, 2016) exports were up 33 percent from the previous week and 48 percent from the previous 4-week average. The primary destinations were Japan (265,500 MT), Mexico (231,900 MT), Colombia (144,000 MT), Saudi Arabia (66,000 MT), South Korea (65,500 MT), and Venezuela (60,000 MT).
- USDA kept unchanged corn ending stocks for U.S at 46.671 MMT for 2015/16 compared to February month forecast but higher by 2.697 MMT from the last year.



INTERNATIONAL MAIZE OUTLOOK:

Corn prices on CBOT raised by 1.77 USD/MT to 141.30 USD/MT for March contracts due to short covering amid high weekly export demand for U.S corn.

FUTURES MARKET ANALYSIS: NCDEX MAIZE:

(April Contract Weekly Chart)

- Doji candlestick depicts indecision situation in the market.
- RSI is moving in neutral zone.
- Prices closed above 9 days EMAs.
- Strategy: Sell near 1280 for target 1260 and 1250 in the near term.

Strategy: Sell
Maize NCDEX (Apr)
Support & Resistance

S2	S1	PCP	R1	R2
1223	1248	1274	1296	1319

DAVANGERE MARKET ANALYSIS: MAIZE



In Davangere cash market, maize (loose) prices are likely to trade slightly weak in a range of Rs.1340-1360 per quintal for the week.

ANNEXURE

MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

Market	Grade	10-Mar-16	3-Mar-16	10-Feb-16	10-Mar-15	10-Mar-14
Gulabbagh	Bilty	NA	NA	1600	NA	1300
Delhi	Hybrid	1700	1650	1625	1515	1420
Davangere	Loose	1360	1360	1360	1250	1170
Shimoga	Bilty	1470	NA	1490	1130	1140
Ranebennur	Bilty	1420	1415	1450	1315	1165
Bagalkot	Hybrid/Local	1375	NA	1400	1274	1201
Gadag	Local	1104	1355	1381	1210	1132
Nizamabad	Bilty	NA	1375	1500	NA	1260
Khanna	Bilty	1750	1750	NA	1550	1450
Sangli	Bilty	1475	1480	1505	1380	1243
Ahmadabad	Feed	1570	1570	1600	1390	1325
	Starch	1590	1585	1600	1440	1360



Maize CBOT Weekly Futures Price Listing (USD/Ton)				
	Contract Month	3/9/2016	3/2/2016	Change
Corn CBOT Prices	Mar-16	141.30	139.53	1.77
	May-16	141.50	140.22	1.28
	Jul-16	143.47	141.99	1.48
	Sep-16	145.63	144.16	1.47
	Dec-16	149.27	147.40	1.87

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