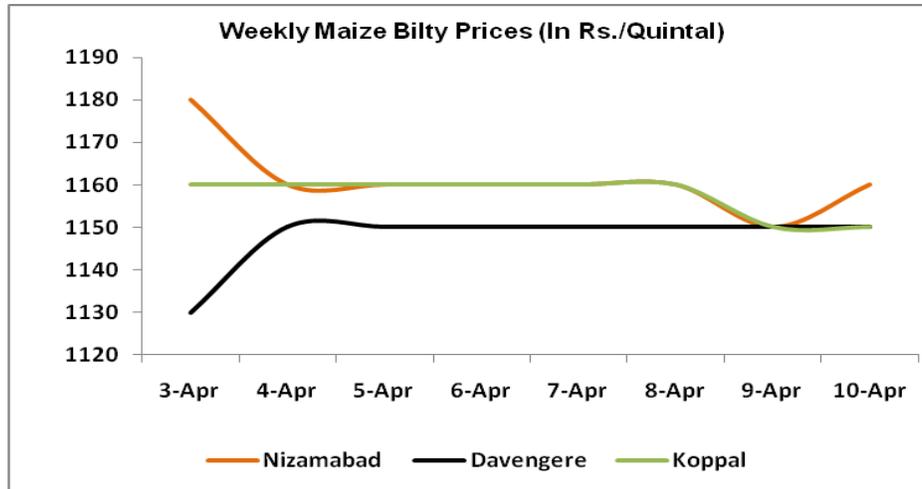


EXECUTIVE SUMMARY

Prices moved range bound with mixed tone in most key spot markets during the week ended 10th April 2012. Shortage of stocks of maize in South India and the starting of maize arrivals in Bihar bound the prices. Meanwhile, demand has shifted to wheat as prices of wheat are much lower compared to Maize at present. Meanwhile, demand from Poultry and Starch Industries are good as reported.



ON THE EXPORT FRONT:

Around 2.25 million tons of exports from India has been completed and it is estimated that there is a potential of 1 million tons more of exports in this season which will take the export figures to more than 3 million tons.

Indian CIF Maize prices (~\$314.28) declined marginally during the week owing to steady sentiments in the domestic market and the rupee appreciation. Meanwhile, Indian maize exporters are getting parity compared to US corn exporters and are a stiff competition to Brazil CIF (~\$311.42) and Argentina CIF (~\$298.39).

Indian C&F Rate to Thailand vs. other Countries (\$1= Rs. 51.20)				
	Argentina	Brazil	US	India
FOB	261.42	243.39	280.7	278
Cost and Freight (C&F)	311.42	298.39	340.70	313.03

However, US Corn exports are quoted at CIF USD 361 as on 10th April 2012 which is considerably higher compared to Indian export prices providing an opportunity to Indian exporters at present. However, quality concerns are an issue for exporters. It is noticeable that China's local corn prices are hovering around USD 340 per ton which is at higher level giving Indian exporters a chance to

export corn to China. Recently, China imported corn from Ukraine for the first time as Ukrainian corn offers better price than US corn and also it is not genetically modified. It is noticeable that China imported 1.75 million tons of corn in 2011 and are expected to import around 3-4 million tons of corn in 2012. Indian exporters also trying to enter in Chinese market and trying to export corn from Seemapur as reported.

Some of the exporters quoting their prices are:

	Chennai	Tuticorin
Olam	12800	-
Glencore	12800	-
Louis Dreyfus	12800	-

Malaysian Markets – Indian exporters have sold at USD 265-270 PMT CFR Malaysia Port Klang and Port Penang.

Vietnam Markets – Vietnam is importing maize at CFR USD 290 PMT but very small quantities due to recent PQ problems.

Korea/China: Business reported at USD 290-300 PMT CFR in 30-50 Kg PP Bags.

Indonesia Markets- No business reported.

CURRENT MARKET DYNAMICS:

Maize prices moved range bound during the week as shortage of maize stocks in South India and expected arrivals of maize from Bihar in couple of weeks spread the mixed sentiments in the market.

Andhra Pradesh: Maize prices have moved in a range with weak tone in Nizamabad market owing to improved arrivals during the week. Meanwhile, the expected increase in arrivals in the coming days would pressurize the prices of maize. It is noticeable that Maize has been planted in around 3.345 lac hectares in AP in this Rabi season.

Karnataka: Prices have improved in Davangere market compared to prior week. It is noticeable that there is shortage of maize at present in Southern states like Karnataka, AP and TN. There is only 10% holding of maize crop by Farmers in Karnataka at present. A rake has been completed from Davangere to Kakinada yesterday and buyer is Shanti as reported. It is noticeable that around 60 rakes of maize have moved from Davangere in this season till date.

However, Prices in Koppal have declined during the week ended due to arrivals having improved marginally. In addition to it, lackluster trade has been reported in Koppal market. However, local traders are holding stock in anticipation of bullishness in maize prices. It is noticeable that around 150000 bags of maize stock hold by private traders in Koppal market at present.

Bihar: Maize arrivals are yet to pick up and might take another 15-20 days. However, recent rains and hailstorm has not affected the maize crop but will definitely delay the harvesting of maize. Stockists and bulk buyers are waiting for lower prices and lower moisture levels as new crop arriving in Bihar contains high moisture level. Besides, farmers in other producing states along with stockists are holding back stocks hoping for more remunerative prices in the months ahead. Demand for maize will remain on the higher side and any one sided fall in the market is unlikely.

In Delhi market, prices declined during the week. Expected arrivals from Bihar in couple of weeks will continue to depress the prices of maize.

MAIZE SPOT MARKET PRICES (RS. /QUINTAL)

Market	Grade	10 th April, 2012	Week Ago	Month Ago	2 Month Ago	Year Ago
Delhi	Hybrid	1385	1400	1380	1260	1350
Koppal	Bilty	1150	1160	1140	1160	1240
Davangere	Bilty	1150	1130	1110	1130	1215
Nizamabad	Bilty	1160	1180	-	1180	1250
Ahmadabad	Feed	1360	1340	-	1310	1325
	Starch	1390	1160	-	1315	1325

SPOT PRICE (BILTY) AT ANDHRA PRADESH (NIZAMABAD): PRICE OUTLOOK



- Market is moving downwards during the week ended 10th April 2012.
- Maize prices are getting support towards the mentioned trend line as chart depicts.
- Last candlestick pattern bearish Morubozu depicts downfall in the prices further.
- Prices are likely to trade between Rs 1150 to Rs 1180 in the coming week.

BUSINESS FROM VARIOUS SOURCING CENTERS DURING THE SEASON TILL DATE:

Destination	By Road (Rs/MT)	By Rake (Rs/MT)	FOB in USD /Tonne
Chennai	12850	13000	265
Mumbai	13200	-	-
Kakinada	12600		265-268
Tuticorin		-	

Following are the few active buyers in southern states of country with their purchase prices -

Buyer	Purchase Prices (Rs/MT)
VHL Bangalore	12000
SKM Erode	13000
Godrej Chitradurga	12000

DOMESTIC MAIZE OUTLOOK:

Maize prices are moving in a range presently and trading at crucial level. Market is expecting the Bihar crop in a couple of weeks which might decrease the prices of maize. However, until the arrivals of Bihar crop, prices might take an upward correction due to shortage of stocks in the South. Also, increasing demand from Poultry and starch industries and firm international sentiments might lead the prices upwards in the short term in domestic markets.

INTERNATIONAL MARKET: HIGHLIGHTS/CURRENT DEVELOPMENTS:

International corn prices have declined in CBOT during the week ended 10th April 2012 owing to increased planting and good progress of maize in US. Recent Corn Progress report by USDA shows that around 7% of the corn has been planted in 18 states of US till 8th April 2012. It is noticeable that around 3% planted was completed for corn in US at same period last year. Recent corn planting progress shows satisfactory pace compared to last week. Last week, around 3% corn was planted as showed in the report.

	Week Ending			2007-11 Average
	4/8/2011	4/1/2012	4/8/2012	
US	3	3	7	2

* Figures in Percentage

However, Maize prices in the international market are likely to head northward in the coming week despite higher area coverage reported in major corn producing nations. Demand for corn in the international market is continuously increasing with rising feed grade demand and higher use for ethanol. Tight supply position world over and likely firmness in wheat prices are expected to support maize prices.

INTERNATIONAL CORN OUTLOOK:

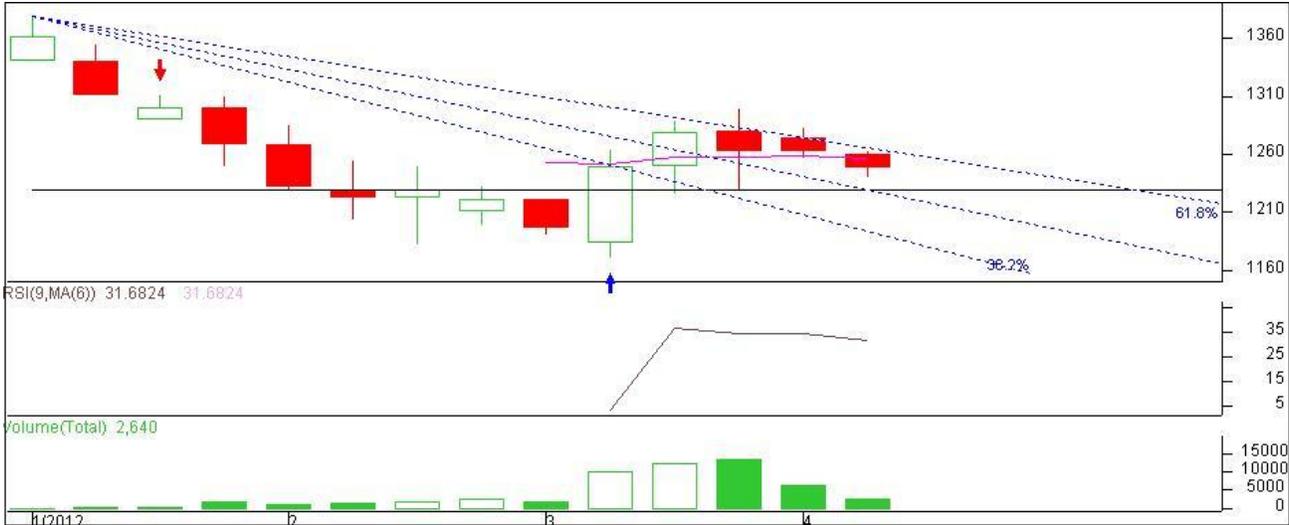
Corn prices are moving in a range as corn planting is getting pace. However, tight stock supply of corn in US and good demand from China spread the bullish sentiments for the coming week.

CBOT MAIZE FUTURES OUTLOOK:



- Maize prices are moving in a rectangle with a weak tone as the chart depicts.
- Maize prices are trading in a short range between 600 to 660 cents/bushel.
- However, Prices are getting support from trendline as chart depicts.
- Also, decrease in prices has not supported by volume.
- Strategy: **Markets participants should buy from 610 cents/bushel.**

FUTURES MARKET ANALYSIS: NCDEX MAIZE:



(May Contract Weekly Chart)

- Maize prices are moving range bound with weak tone.
- Prices are moving in a range between Rs 1220 to Rs 1300, two consecutive close either side will give the prices a new direction.
- Prices are likely to test 50% fann line or Rs 1220 level, if breach the level then it might drag down to 38.2% Fann line or Rs 1170 level.
- RSI is hovering near to oversold region.
- However, decrease in prices has not supported by Volume.
- **Strategy:** Sell from resistance level.

Maize NCDEX (MAY)

Support & Resistance				
S2	S1	PCP	R1	R2
1170	1220	1248	1275	1300

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