

#### Price Drivers

- Higher production estimates for current Rabi season.
- Expected increase in demand from the poultry sector.
- Lower crop estimates in U.S.

#### Technical Analysis:

- Candlestick chart depicts sideways movement of maize futures prices.
- Prices closed above 9 and 18 days EMA, suggesting that the intermediate term trend is bullish.
- MACD is moving downward in positive territory indicating bearish sentiment.
- RSI and stochastic are easing in neutral zone supporting bearish market ahead.
- it is advisable to buy above 1040.

#### Trade Recommendation – Maize NCDEX (January)

Call	Entry	T1	T2	SL
Buy	>1040	1044	1047	1038
Support & Resistance				
S2	S1	PCP	R1	R2
1031	1035	1045.5	1050	1054



#### International Market (CBOT)

US corn futures closed solidly lower on profit-taking and concerns demand may not be as strong as expected. Traders booked profits after futures surged 1.8% Wed. Market felt additional pressure from larger-than-expected Argentine corn crop estimate from Informa. CBOT March corn closes down 17 1/4c at \$6.02 a bushel. May contract closed lower by 16.3/4c at \$610.75

#### NCDEX Warehouse Stock (in Tonnes)

Location	Dematted Stocks		Change
	06-01-11	05-01-11	
Nizamabad	1296	1296	Unch
Davangere	350	350	Unch
Maize Total	1646	1646	Unch

#### Market Analysis:

- Mixed tone of sentiment witnessed in key maize cash markets.
- In Nizamabad, prices traded higher by Rs. 05/Qtl on sustained demand from Starch industry at current supply. On contrary, prices were down by Rs. 30/Qtl in Davangere due to spurt in arrivals.
- In Delhi and Naughachia, prices traded steady in absence of fresh buying. However, traders feel that prices are likely to trade on firm side ahead. Maize quality is reported to be good.
- Argentina's 2010-2011 corn production is set to total 20.35 million metric tons, the Buenos Aires Cereals Exchange said in its weekly crop report.
- Reportedly, about 90% of corn planting is completed in Argentina.
- As per USDA weekly sales report, US exporters sold 369,043 metric tons of corn week ending on 30<sup>th</sup> Dec. 2010, which was down 47% from previous week.

We feel that prices are likely to trade steady to slightly firm in days ahead on demand from poultry, starch industry and export market.

#### Spot Prices at Key Markets

Centre	Prices 07-01-11	Chng From Prior day	Arrivals 07-01-11	Chng From Prior day
Delhi	1060	Unch	300	Unch
Nizamabad	1050	+05	500	Unch
Davangere	960	-30	8000	+3000
Naughachia	1100	Unch	500	Unch

\*Prices in Rs/Qtl, Arrivals in Bags (1 bag =1 qtl), All are Bilty prices except in Delhi which

#### DISCLAIMER

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>