

Price Drivers

- Weak sowing progress of rabi crop.
- Expected increase in demand from the poultry sector.
- Lower crop estimates in U.S.

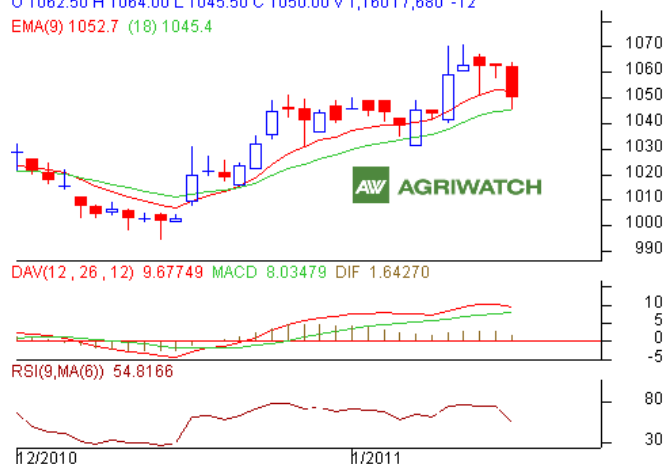
Technical Analysis:

- Maize chart depicts selling pressure in the market.
- Prices closed below 9 day EMA, suggesting bearish market for short term.
- RSI and stochastic are easing in neutral region.
- The maize prices are likely to ease in Friday's session.

Trade Recommendation – Maize NCDEX (January)

Call	Entry	T1	T2	SL
SELL	<1055	1045	1040	1060
Support & Resistance				
S2	S1	PCP	R1	R2
1041	1044	1050	1066	1071

MAIZE 1101(NCMZEF1)2011/01/13 - Daily B:1048.00 A:1051.50
O 1062.50 H 1064.00 L 1045.50 C 1050.00 V 1,160 I 7,680 -12
EMA(9) 1052.7 (18) 1045.4



International Market (CBOT)

US corn futures close sharply higher on tightened supply forecast. Market briefly surged by daily 30-cent limit to fresh 29-month high after USDA cut estimate for US corn harvest for fourth time due to stressful summer weather. Government reduced forecast for US corn supplies at end of marketing year on Aug. 31, already at a 15-year low. Rally sends signals to US farmers to increase corn plantings this spring. Yet, tight soy supplies and high soy prices fuel acreage battle. CBOT March corn ends up 24c at \$6.31 a bushel.

NCDEX Warehouse Stock (in Tonnes)

Location	Dematted Stocks		Change
	11-01-11	11-01-11	
Nizamabad	-	1296	-
Davangere	502	502	Unch
Maize Total	1296	1798	-502

Market Analysis:

- Steady sentiments are witnessed in major maize cash markets.
- The prices are expected to move up on expected domestic demand from poultry feed industry and overseas demand.
- In Nizamabad, maize prices were unchanged compared to previous day prices and on sustained demand from Starch industry at current arrival level at mandi are matched.
- As per the latest data released by Ministry of Agriculture, the all India sowing acreage of maize stood at 9.91 lakh hectares as on 7th Jan 2011, down 0.43 lakh hectares as on same date last year which was 10.34 lakh hectares.
- Global corn ending stocks are projected 3.0 million tons lower with more than two-thirds of the reduction in the United States - USDA.
- Corn prices are expected to be supported with both U.S. and world ending stocks tightening further.
- As per the news source, the corn harvest in Argentina will drop to 20.4 million tons this year from 22.5 million tons a year ago, after drought hurt the crop.

We feel that prices are likely to trade steady to firm in days ahead on weak sowing progress of rabi crop along with strong demand from poultry, starch industry and export market.

Spot Prices at Key Markets

Centre	Prices 13-01-11	Chng From Prior day	Arrivals 12-01-11	Chng From Prior day
Delhi	1075	Unch	300	Unch
Nizamabad	1060	Unch	300	Unch
Davangere	980	-45	7000	-600
Naughachia	1075-1100	Unch	500	Unch

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

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