

### Price Drivers

- Weak sowing progress of Rabi crop.
- Expected increase in demand from the poultry sector.
- Lowered forecasts for US inventories, tightening global food supplies after adverse weather slashed harvests.

### Technical Analysis:

- Candle stick pattern indicates the bearish sentiment in the market.
- Prices closed below 9 and above 18 day EMA, indicating range bound movement of prices ahead.
- RSI is moving down in the neutral region supporting bearish sentiment in the market for short term.
- MACD is moving down depicting bearish sentiment.
- Maize futures are likely to trade range-bound with weak bias in next session.

### Trade Recommendation – Maize NCDEX (March Contract)

Call	Entry	T1	T2	SL
<b>SELL</b>	<1149	1142	1135	1155
Support & Resistance				
S2	S1	PCP	R1	R2
1125	1134	1138	1157	1162



### NCDEX Warehouse Stock (in Tonnes)

Location	Dematted Stocks		Change
	12-02-11	11-02-11	
Nizamabad	1443	1391	+ 52
Davangere	1153	1153	Unch
<b>Maize Total</b>	<b>2596</b>	<b>2544</b>	<b>+52</b>

### International Market (CBOT)

US corn futures extend their rally, closing above \$7/bushel for the first time since July 2008 amid dwindling supplies and news that Mexico's crop has been damaged by a freeze. Surging ethanol demand and a lack of farmer selling are adding to the market's strength. March CBOT corn ended up 1.1% to \$7.06 1/2, only the 19th time in history corn has closed above \$7.

### Market Analysis

- Steady sentiment witnessed in maize key cash markets on Monday.
- Maize trading activities at Davangere and Naughachia spot market reported sluggish.
- Rabi Maize production estimates which is 4 million tons higher than the previous estimates pressurizing the prices. The prices may trade steady to slightly firm in the next session as positive sentiment in the market is reported.
- According to second advance estimates the maize production is estimated around 20.03 million tons compared to 16.72 million tons in the last year.
- The international corn prices were strong due to concerns of low stockpiles, a bad growing season and demand for corn-based ethanol.
- Kharif crop arrivals have come to an end. According to trade sources, Rabi Maize crop production is reported good across south India.

*We feel that prices are likely to trade with steady to firm bias for medium term on receding Kharif maize supply along with strong demand from poultry, starch industry and overseas market.*

### Spot Prices at Key Markets

Centre	Prices 14-02-11	Chng From Prior day	Arrivals 14-02-11	Chng From Prior day
Delhi	1110	Unch	300	Unch
Nizamabad	1120	Unch	200	Unch
Davangere	1015	Unch	5000	Unch
Naughachia	1100	Unch	500	+300

\*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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