

### 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 up in the neutral region supporting bullish sentiment in the market for short term.
- MACD is moving down depicting bearish sentiment.
- Maize futures are likely to trade range-bound with strong bias in next session.

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

Call	Entry	T1	T2	SL
BUY	>1130	1138	1142	1124
Support & Resistance				
S2	S1	PCP	R1	R2
1122	1130	1130	1144	1152



### NCDEX Warehouse Stock (in Tonnes)

Location	Dematted Stocks		Change
	14-02-11	12-02-11	
Nizamabad	1443	1443	Unch
Davangere	1354	1153	+201
Maize Total	2797	2544	+253

### International Market (CBOT)

U.S. corn futures fell on profit-taking and the government's new baseline projections. The USDA projected corn acreage at 92 million, a jump of almost 4 million and more than some traders are anticipating. Mexico has become the latest trouble-spot, booking more purchases of U.S. corn Monday after a freeze damaged its crop. March corn closed down 10 3/4 cents, or 1.5%, to \$6.95 3/4 per bushel.

### Market Analysis

- Steady to firm sentiment witnessed in maize key cash markets on Tuesday.
- Fresh buying demands amid decreasing arrivals across the spot markets are likely to supporting the maize prices on higher side.
- Maize price at Davangere market were up by Rs. 10/qrtl on reduced arrivals as compared to the previous day and increased demand from the industrial users.
- South Africa exported 102,234 tonnes of white maize as compared to the 13,414 tonnes in the previous week. Exports of yellow maize were recorded at 19,582 tonnes, compared with 1,763 tonnes in the previous week.
- Maize prices at Nizamabad and Naugachia continued to remain unchanged on sluggish trade activities at current supply and demand levels.
- USDA Baseline Projections for 2011 - 92.0 million acres planted, 84.9 million acres harvested, 162.0 bushels per acre, 13.755 billion bushels production, 11.465 Domestic usage (4.875 billion bushels for ethanol), 2.000 billion bushels for export, Carry-out 975 million bushels.
- U.S. corn reserves are at a 15-year low, fueling fears of rising prices in the international markets. Demand for U.S. grain also was fueled by the drought in Russia, the floods in Australia and dry weather in South America, causing their exports to shrink and left other countries looking to the U.S. to make up the difference.

*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 15-02-11	Chng From Prior day	Arrivals 15-02-11	Chng From Prior day
Delhi	1120	+10	300	Unch
Nizamabad	1120	Unch	200	Unch
Davangere	1050	+35	2500	-2500
Naughachia	1100	Unch	500	Unch

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

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