

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 change of bearish trend to bullish in short term.
- Prices closed below 9 and above 18 day EMA, indicating range bound movement of prices ahead.
- RSI is moving up in the neutral region indicating bullish sentiment in the market for short term.
- MACD is moving down indicating bearish sentiment.
- Maize futures are likely to trade range-bound with firm bias in next session.

Trade Recommendation – Maize NCDEX (March Contract)

Call	Entry	T1	T2	SL
Buy	>1124	1128	1131	1121
Support & Resistance				
S2	S1	PCP	R1	R2
1118	1122	1125	1136	1140

NCDEX Warehouse Stock (in Tonnes)

Location	Dematted Stocks		Change
	23/02/11	22/02/11	
Nizamabad	1439	1439	Unch
Davangere	1505	1505	Unch
Maize Total	2944	2944	Unch

Market Analysis

- Steady to firm sentiment witnessed in major key cash markets as a result of improved demand in market.
- Maize prices at Nizamabad, Delhi and Naughachia continued to remain unchanged on sluggish trade activities at current arrival levels.
- Maize prices at Davangere prices were up by Rs.15/qrtl on better buying support from the stockists on projected improvement in demand from the industrial users.
- NCDEX Spot market maize prices at Nizamabad center were up by Rs. 25/qrtl in this month compared to same period previous month on reduced stock levels with higher demand from the poultry and starch users.
- Poultry feed industry may use higher quantity of maize in feed preparation as a result of higher prevailing prices of jowar, wheat and other feed grains.
- As per the U.S. Department of Agriculture weekly inspections, corn for export reached 38.1 million bushels for the week ended Feb. 16, up from 27.5 million a week earlier. That topped traders' expectations for inspections of 28 million to 33 million.
- As per the data from General Administration of Customs of China, China imported 1,878 metric tons of corn in January, down 84% compared with a year earlier. Last year, China imported 1.6 million tons of corn, up 18-fold versus 2009, mostly from the U.S. The sharply higher volume broke the country's 15-year run of largely self-sufficient corn supplies.

We feel that prices are likely to trade with steady to firm bias for medium on improving purchases from stockists on demand from the industrial users and rabi season arrivals may start in near terms.

Spot Prices at Key Markets

Centre	Prices 24-02-11	Chng From Prior day	Arrivals 24-02-11	Chng From Prior day
Delhi	1120	Unch	300	Unch
Nizamabad	1120	Unch	100-200	Unch
Davangere	1045	+10	1000	Unch
Naughachia	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

MAIZE 1103(NCMZEH1)2011/02/24 - Daily B:1127.00 A:1128.00
O 1124.00 H 1131.50 L 1124.00 C 1125.00 V 1,010 | 19,110 +1



International Market (CBOT)

US corn futures finish higher as traders refocus on supply concerns after a sharp slide Tuesday. Prices rebound as corn supplies are projected to reach a 15-year low by the end of the marketing year on Aug. 31. Price sank Tuesday on profit-taking, but the selloff provided an opportunity for users of the grain to step in the market and buy, traders say. CBOT May corn jumps 12c to \$7.02 1/4 a bushel.

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