

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 chart pattern indicates sideways movement of maize price in futures market.
- Prices closed below 9 day and above 18 day EMA indicating range bound movement of maize prices ahead.
- RSI is moving up in the neutral region supporting bullish movement.
- MACD is moving down indicating bearish sentiment in the market for short term.
- Market participants are advised to sell at around 1194.

Trade Recommendation – Maize NCDEX (April Contract)

Call	Entry	T1	T2	SL
Sell	<1195	1190	1186	1198
Support & Resistance				
S2	S1	PCP	R1	R2
1157	1166	1188	1196	1204



International Market (CBOT)

US corn futures close up the daily 30c limit as commodity markets rebounded on growing confidence in Japan's ability to recover. Prior to Thursday's rally, corn futures had pulled back 14% from a 32-month high reached March 4 on concerns about tight supplies. Japan's troubles contributed to worries about a potential global economic slowdown and reduced demand for agricultural commodities. CBOT May corn surges 4.9% to \$6.46 1/2 a bushel.

NCDEX Warehouse Stock (in Tonnes)

Location	Dematted Stocks		Change
	17/03/11	16/03/11	
Nizamabad	1469	1469	Unch
Davangere	1555	1555	Unch
Maize Total	3024	3024	Unch

Market Analysis

- Mixed tone of sentiment witnessed in major key cash maize markets on Friday.
- Maize spot markets will remain closed tomorrow on account of *Holi* festival.
- Delhi maize physical market remained steady today on sluggish demand from poultry users at lower supply. However, traders feel that prices may improve after *Holi* festival. Maize prices are likely to trade steady with firm bias in next trading session.
- In Davangere, maize prices gained Rs. 10/Qtl on sustained demand from industrial users and exporters at current supply. Restricted arrivals in the market are reported.
- Nizamabad spot market will remain close, starting today, till Monday on account of *Holi* festival. Market activity will resume on Tuesday. The maize prices are likely to remain on firm side in next trading session. Rabi maize arrivals in Andhra Pradesh have started hitting spot markets in small quantities. Moisture content of 13-14% is reported in the fresh arrivals.
- As per news source, South Africa is exporting corn to Italy for the first time in at least 14 years which also seeks Venezuela for shipments after a record harvest this season.
- Reportedly, South Korean feed makers purchased 110,000 metric tons of corn in tenders yesterday, and plans to buy 190,000 tons of corn in a fresh tender.

We feel that prices are likely to trade steady to firm for short term on good demand from the industrial users and exporters. However, Rabi season arrivals may exert some pressure on prices.

Spot Prices at Key Markets

Centre	Prices 18-03-11	Chng From Prior day	Arrivals 18-03-11	Chng From Prior day
Delhi	1250	Unch	400	-100
Nizamabad		CLOSED		
Davangere	1180	+10	1000	Unch
Naughachia	-	-	-	-

*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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