

## ■ W H E A T

■ June 12, 2007

**Domestic Market Recap****Punjab, Haryana, U.P. and Rajasthan Contribute for Procurement**

In Monday's trading, most of the major markets witnessed steady to up in wheat prices against a lower supply. Total arrivals in Delhi (Lawrence Road) increase to 17,000 qtls and prices remain stable between Rs 952-954 per quintal on improved demand from local floor millers. At Narela and Najafgarh markets the price remains 903-909/ qtl, and 896-905/ qtl respectively (loose basis) on the back of arrivals around 4000-qtls and 3000qtls respectively. Karavali witnessed no arrivals. Achnera market saw the arrivals around 1000qtls and price remains 885-890/qtl.

**Domestic Spot Market Prices**

Market	Variety	Prices (Rs/qtl)		Change	Arrivals (Qtls)
		11.06.07	09.06.07		
Delhi (Lawrence Road) Ready Delivery	Mill quality	952-954	950-955	-1	17,000
Delhi (Narela) Loose	Mill quality	903-909	905-912	-3	4000
Haryana (Palwal) Loose	Mill quality	880-885	875	+10	1000
Uttar Pradesh (Mathura) Loose	Mill quality	882-883	880-885	-2	2500
Uttar Pradesh (Kosi) Loose	Mill quality	890	870-875	+15	2500
Haryana (Hodal) Loose	Mill quality	870-875	870	+5	500
Gujarat (Rajkot) Loose	Mill quality	865	865	-	1000
Rajasthan (Kota)	Mill quality	968-973	970-975	-2	
Uttar Pradesh (Kanpur)	Mill quality	965-970	970-975	-5	
Madhya Pradesh (Indore)	Mill quality	941-946	930-935	+11	
Uttar Pradesh (Bareilly)	Mill quality	955-960	945-950	+10	

**International Futures Quotes (as of June 08, 2007)****CBOT**

Contract Month	Open	High	Low	Settle	Change
July 2007	524.25	530.75	516.00	527.50	+3.00
September 2007	538.75	545.00	531.00	542.50	+1.25
December 2007	553.50	557.75	543.00	556.50	+2.25

**KCBT**

Contract Month	Open	High	Low	Settle	Change
July 2007	512.00	520.00	506.00	518.50	+6.00
September 2007	523.00	532.50	517.50	532.25	+9.25
December 2007	539.00	548.00	533.00	548.00	+8.25

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**International Market Recap****CBOT Wheat Futures Closed Up**

CBOT wheat futures settled up Friday on positioning ahead of the release of Monday's U.S. Department of Agriculture's June supply and demand report. July wheat rose 3 cents to \$5.275 per bushel. This was 3 off the high and 11.5 up from the low. December Wheat finished up 2.5 cents at \$5.565 per bushel. This was 13.5 up from the low and 0.5 off the high. Traders are looking for a revision higher in production for the USDA Crop Production report for Monday morning. However, continued dryness concerns for the Ukraine and informal reports of lower than expected yields in the US central plains added firmness in speculative buying. With world wheat stocks already projected at a historically tight level, a further reduction in production from the Black Sea region could push world stocks even tighter and could boost the export prospects for key world exporters.

**News Analysis****Ten Agencies Steadily Procuring Wheat from the Country**

There are ten agencies procuring wheat during 2007-08 rabi marketing season. The agencies are FCI, NAFED, St. Govt., C.S.C., CO-OP, CONFED, AGRO, SWC, SFC, USS. Among the agencies CO-OP has procured largest amount around 2919800 tonnes so far as on 06.06.07. The other agencies have procured like, St. Govt. 2186106 tonnes, FCI 1510764 tonnes, CSC 1471585 tonnes, AGRO 1126907 tonnes, SWC 1065538 tonnes, NAFED 144597 tonnes, CONFED 265736 tonnes, SFC 31604 tonnes, USS 30588 tonnes in descending order. SFC and USS have procured wheat only from Uttar Pradesh. CONFED only from Haryana and CSC from Punjab. FCI is procuring wheat from Punjab, Haryana, U.P., M.P., Bihar, Rajasthan, Uttarkhand and Delhi. Wheat procurement from Bihar and Delhi remain 984 tonnes and 846 tonnes respectively so far as against nil procurement during last year. St. Govt. has purchased its maximum quantity around 1273158 tonnes from Punjab followed by 811142 tonnes from Haryana. CO-OP has procured its largest amount around 1569282 from Punjab followed by 1286535 tonnes from Haryana. NAFED has procured its largest amount around 114019 tonnes from U.P. so far as on above mention date.

**Wheat Arrivals Continued Up this Week all Over India**

Total wheat arrivals are improved drastically around 14.77 million tonnes so far as on June 06 in the country as against 1.44 million tonnes during last week as wheat farmer are offloading stored wheat to sell to the government at the minimum support price (MSP) of Rs 850/qlt. This year around 100,000 tonnes wheat is still arriving in the mandis everyday by May-end as against 3,000-4,000 tonnes a day during same period of last year. Of the total arrivals so far in the country around 11552673 tonnes arrived in the states of Punjab and Haryana against 11456266 tonnes last week. Arrivals remain higher in M.P. around 1128688 tonnes as compared to 1098355 tonnes, In U.P. and Rajasthan it stood higher too around 1112000 and 751550 lakh tonnes as compared to 96100 tonnes and 717183 tonnes respectively during last week. The arrivals in Delhi stood up around 100684 tonnes so far as against 96170 tonnes last week

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