

WHEAT

July 04, 2007

Domestic Market Recap

In Tuesday's trading, most of the major markets witnessed steady to up in wheat prices amidst some demand from local flour millers. Total arrivals in Delhi (Lawrence Road) remained steady at 10,000 qtls and prices quoted up between Rs. 975-978 per quintals. At Narela and Najafgarh markets the price remains around 942-944/ctl, and 930-934/ctl (loose basis) on the back of arrivals around 3000 qtl and 4000 qtl respectively. Achnera market witnessed arrivals around 300 qtl and price remained at Rs.902/ctl. Karavali market witnessed arrivals around 300 qtls and price remained up between Rs. 900-905/ctl.

Domestic Spot Market Prices

Market	Variety	Prices (Rs/ctl)		Change	Arrivals (Qtls)
		03.07.07	02.07.07		
Delhi (Lawrence Road) Ready Delivery	Mill quality	975-978	974-977	+2	10,000
Delhi (Narela) Loose	Mill quality	942-944	942-944	+2	4000
Haryana (Palwal) Loose	Mill quality	895	894	+1	1000
Uttar Pradesh (Mathura) Loose	Mill quality	908	906	+2	1500
Uttar Pradesh (Kosi) Loose	Mill quality	898-902	898-902	-	1000
Haryana (Hodal) Loose	Mill quality	902-905	902-905	-	400
Gujarat (Rajkot) Loose	Mill quality	950	930	+20	
Rajasthan (Kota)	Mill quality	1035-1040	1027-1032	+8	
Uttar Pradesh (Kanpur)	Mill quality	995-1000	990-995	+5	
Madhya Pradesh (Indore)	Mill quality	1010-1014	1002-1007	+7	300
Uttar Pradesh (Bareilly)	Mill quality	-	990-996	-	

International Futures Quotes (as of July 02, 2007)

CBOT

Contract Month	Open	High	Low	Settle	Change
July 2007	583.25	594.25	564.00	569.50	-12.50
September 2007	601.00	609.25	578.00	583.25	-13.75
December 2007	610.50	621.00	589.00	597.50	-13.00

KCBT

Contract Month	Open	High	Low	Settle	Change
July 2007	604.25	606.00	573.00	582.00	-14.50
September 2007	595.00	607.00	570.00	584.50	-10.50
December 2007	616.75	621.75	588.25	598.50	-19.75

CEREAL

Agriwatch
DAILY

WHEAT

July 03, 2007

International Market Recap

CBOT Wheat Futures Settled Lower

CBOT wheat futures settled lower Monday. September wheat fell 13.75 cents lower to \$5.833 per bushel, and December wheat settled 13 cents lower at \$5.975 per bushel. Follow-through technical selling from the sweeping reversal from Friday emerged to drive the market lower into the mid-session and sharply lower into the close. For the weekly export inspections report, released during the session, wheat exports came in at 22.156 million bushels as compared with trade expectations for 15-20 million bushels. This pushed cumulative shipments to 6.4% of the current forecast for the season as compared with 6.0% on average over the past 5 seasons. Iraq has finalized a deal to buy 300,000 tonnes of US wheat and Egypt bought 305,000 tonnes of wheat with 175,000 tonnes of US wheat in their optional origin tender over the weekend.

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 3030658 tonnes so far as on 27.06.07. The other agencies have procured like, St. Govt. 2211344 tonnes, CSC 156,282,4 tonnes, FCI 1537995 tonnes, AGRO 1133883 tonnes, SWC 107,043,4 tonnes, CONFED 266,574 tonnes, NAFED 192518 tonnes, USS 35515 tonnes, SFC 33548 tonnes, in descending order. SFC and USS have procured wheat only from Uttar Pradesh. CONFED only from Haryana and CSC from Punjab. FCI procures wheat from Punjab, Haryana, U.P., M.P., Bihar, Rajasthan, Uttarkhand and Delhi. Wheat procurement from Bihar increase to 6689 tonnes this week as against 5024 tonnes and in Delhi remained flat around 873 tonnes as compared to last week. There was no procurement of wheat by government agencies from the states during last year. St. Govt. has purchased its maximum quantity around 127,464,9 tonnes from Punjab followed by 813,724 tonnes from Haryana. CO-OP has procured its largest amount around 166,402,7 from Punjab followed by 128,915,8 tonnes from Haryana. NAFED has procured its largest amount around 140501 tonnes from U.P. so far as on above mention date.

Total Wheat Arrivals Increased by 112502 tonnes This Week

Total wheat arrivals are increased by more than 112502 tonnes this week and stood around 15272348 tonnes so far as on 27.06.07 as against 151,598,46 tonnes on 21.06.07 in the country as Government is still buying good amount of wheat daily. The pace of procurement is lower as government has discontinued the bonus prices of Rs.100/qlt on wheat MSP in the key producing states such as Haryana and Punjab. The daily market arrivals is lower as against last week. Majority of daily arrivals are reported from U.P. and M.P.. The daily arrivals remained steady to higher in Delhi and Uttarakhand as compared to last week. 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.

Weather Impact Analysis

Harvesting of wheat is complete in the country. So weather is not a major concern. However, heavy rains may affect the government procurement activity.

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