

Wheat Domestic Fundamentals:

- Mixed sentiments reported from major key spot markets.
- Feed millers have shifted to maize due to lower price and better availability in the major producing price, however maize price started firming up and it may support wheat price once again in near term.
- According to traders, latest release for Auction in M.P has been already purchased by South Indian millers and Local traders as parity is in favor of traders/millers from M.P. and other centers like Rajasthan and Gujarat higher prices are restricting common trading activity in local market.
- No major price movement was recorded at key spot market as market seems to consolidate any major dip is likely as fresh buying at lower level will support price.
- Supply pressure from government stock is likely to continue and market is likely to trade steady to low. Millers have already fulfilled their immediate requirement through tenders in various states and it will continue to pressurize market in near term. However fresh enquiry from exporters as well as firm international prices may support cash wheat market at lower level. So any major dip is unlikely.

International Market Update:

- Indonesia the largest wheat importer in South East Asia has become the first nation to purchase more than 4 million tonnes of wheat in a year. According to analyst Australia has 70% market share in Indonesia.
- Russian Winter wheat crop might be affected by coldest winters in 20 years as it might affect wheat crop which was already affected by dry weather.
- Indonesia has imposed 20% tariff on wheat flour import for next 200 days to protect its domestic flour millers from foreign imports in to Indonesia. Indonesia is the largest South East Asia importer, importing about 6 million tonnes of Wheat every year. Turkey is the largest wheat flour exporter having about 60% market share in wheat flour imports.

Domestic market Outlook: We expect wheat Cash and future market to trade steady to weak due to increased supply under OMSS-D bulk users will restrict uptrend.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Dec-12	2	1,628	1,628	1,622	1,626	140	-1,150	6,080	40
Jan-13	-1	1,600	1,605	1,598	1,600	1,670	-3,770	13,920	20
Feb-13	-4	1,580	1,589	1,580	1,582	100	-670	3,690	20
Mar-13	-6	1,478	1,494	1,478	1,485	130	60	390	50

Spread	Dec-12	Jan-13	Feb-13	Mar-13
Spot	-46			
Dec-12		-26		
Jan-13			-18	
Feb-13				-97

Stocks	Demat	In- Process	Total	FED
	7/12/2012	7/12/2012	7/12/2012	3/12/2012
Delhi	-	-	-	-
Itarsi	10	0	10	10
Kanpur	-	-	-	-
Kota	3757	0	3757	3757

CBOT Wheat Futures: Date: 07.12.2012

Contract	Open	High	Low	Close	+/-
Dec-12	844.50	845.25	837.00	844.00	-1.00
Mar-13	862.25	864.75	852.75	861.00	-1.00
May-13	870.50	873.75	861.75	870.25	-0.75
Jul-13	872.50	875.50	864.75	873.75	-0.75
Sep-13	879.50	883.00	875.75	882.50	+1.00

Wheat Daily prices and Arrival On 08.12.2012

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			12/8/2012	12/7/2012	
Delhi	Lawrence Road	Mill Quality	1580	1575	5
	Nazafgarh	Mill Delivery Loose	1560	1550	10
	Narella	Mill Delivery Loose	1520	1535	-15
Gujarat	Rajkot	Mill Delivery	1700	1700	Unch
	Ahmedabad	Mill Delivery	1710	1710	Unch
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	1675	1700	-25
	Indore	Mill Delivery	1600	1600	Unch
Rajasthan	Kota	Mill Delivery	1620	1580	40
U.P.	Kanpur	Mill Delivery	1550	1550	Unch
Punjab	Khanna	Mill Quality Loose	1450	1450	Unch
Haryana	Sirsa	Mill Delivery loose	1530	1535	-5
	Palwal	Mill Quality Loose	-	-	-
	Hodal	Mill Quality loose	1450	1450	Unch
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality	-	-	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1711	1700	11
	Gandhidham(Rajasthan-Kota)	Mill Quality	1711	1700	11

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			12/8/2012	12/7/2012	
Delhi	Lawrence Road	Mill Quality	3000	3000	Unch
	Nazafgarh	Mill Delivery Loose	200	100	100
	Narella	Mill Delivery Loose	300	200	100
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-

M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	4000	5000	-1000
U.P.	Kanpur	Mill Delivery	700	600	100
Punjab	Khanna	Mill Quality Loose	500	500	Unch
Haryana	Sirsa	Mill Quality Loose	200	300	-100
	Palwal	Mill Quality Loose	-	-	-
	Hodal	Mill Delivery loose	30	20	10
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	12/8/2012	12/7/2012	Change
Atta (50kg) Ordinary	885	885	Unch
Maida Grade 1 (90kg)	1878	1878	Unch
Maida Grade 1 (50KG)	1025	1025	Unch
Suji (50kg)	1100	1100	Unch
Chokar (50 kg)	653	653	Unch
Chokar (34 kg)	461	461	Unch
Chakki Atta (50kg)	905	905	Unch
Chakki Atta (50kg) Special	910	910	Unch
Chakki Atta (90kg) Superfine	1700	1700	Unch
Chakki Atta (50kg) Superfine	930	930	Unch

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