

## Wheat Domestic Fundamentals:

- Demand has been low and prices have been dragged towards south by poor demand.
- Wheat sowing has improved as compared to last year at the same time. It is ahead almost by 2 lakh hectares till date. We expect that wheat area will remain same or more as compared to last year however lower area coverage was reported in Rajasthan and Gujarat.
- 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 milers 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.
- 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:

- Argentina is expected to peg its export at 4.5 million tonnes this year as compared to 6 million tonnes last year. Argentina is expected to produce 11.1 million tonnes against the 15 million tonnes last year. Crop is low due to excessive rains in major wheat growing areas. As per the latest reports 26% of wheat has been harvested but yield has been low.
- 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.

**Domestic market Outlook:** We expect wheat Cash and future market to trade steady to weak due to

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
<b>Dec-12</b>	0	1,621	1,626	1,620	1,625	220	80	6,070	-10
<b>Jan-13</b>	8	1,601	1,610	1,594	1,610	4,530	2,860	13,690	-230
<b>Feb-13</b>	3	1,579	1,585	1,578	1,585	420	320	3,840	150
<b>Mar-13</b>	-6	1,481	1,483	1,481	1,481	50	-80	390	0

Spread	Dec-12	Jan-13	Feb-13	Mar-13
<b>Spot</b>	-35			
<b>Dec-12</b>		-15		
<b>Jan-13</b>			-25	
<b>Feb-13</b>				-104

Stocks	Demat	In- Process	Total	FED
	8/12/2012	8/12/2012	8/12/2012	3/12/2012
<b>Delhi</b>	-	-	-	-
<b>Itarsi</b>	10	0	10	10
<b>Kanpur</b>	-	-	-	-
<b>Kota</b>	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 10.12.2012

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			10.12.2012	8.12.2012	
Delhi	Lawrence Road	Mill Quality	1590	1580	10
	Nazafgarh	Mill Delivery Loose	1550	1560	-10
	Narella	Mill Delivery Loose	1525	1520	5
Gujarat	Rajkot	Mill Delivery	1680	1700	-20
	Ahmedabad	Mill Delivery	1710	1710	Unch
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	1650	1675	-25
	Indore	Mill Delievery	1585	1600	-15
Rajasthan	Kota	Mill Delivery	-	1620	-
U.P.	Kanpur	Mill Delivery	1540	1550	-10
Punjab	Khanna	Mill Quality Loose	1450	1450	Unch
Haryana	Sirsa	Mill Delivery loose	1540	1530	10
	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	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	-	1711	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			10.12.2012	8.12.2012	
Delhi	Lawrence Road	Mill Quality	2500	3000	-500
	Nazafgarh	Mill Delivery Loose	150	200	-50
	Narella	Mill Delivery Loose	300	300	Unch
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	-	-	-
	Indore	Mill Delivery	-	-	-

Rajasthan	Kota	Mill Quality		4000	-4000
U.P.	Kanpur	Mill Delivery	700	700	Unch
Punjab	Khanna	Mill Quality Loose		500	-500
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Palwal	Mill Quality Loose	-	-	-
	Hodal	Mill Delivery loose	50	30	20
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	10-12-2012	08-12-2012	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)	648	653	-5
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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