

Wheat Domestic Fundamentals:

- Wheat market remained almost steady to weak today on increased arrivals against lower offtake. Govt. might take decision on next week and market is expected to get support if govt. Allows export.
- However, market sources say that decision on export may be delayed as prices in the international market are not encouraging at this point of time. If govt. allows export, private trade will demand freight subsidy and some other benefit so that they could face emerging challenge

Wheat International Fundamental:

- US wheat futures finished mixed as spillover buying from the rising corn and soybean markets pushes up prices at CBOT.
- Hard wheat futures at KCBT, MGE felt pressure from concerns export demand will soften due to increased competition for business from countries in the Black Sea region.
- Egypt, a major wheat buyer, snubbed the US in a tender and bought 180,000 tons of Russian wheat

Outlook: Domestic:

- Wheat market may get support on possibility of export. However, with ample stock available in the market and with govt.'s stock one sided rally is unlikely. There is no parity for export at current international prices despite some improvement.

NCDEX Wheat Futures

| Contract | +/- | Open | High | Low | Close |
|----------|-------|---------|---------|---------|---------|
| Jul-11 | 1.60 | 1170.20 | 1175.00 | 1167.20 | 1172.00 |
| Aug-11 | 3.80 | 1195.60 | 1199.00 | 1191.20 | 1197 |
| Sep-11 | -2.60 | 1218.20 | 1222.80 | 1238 | 1214 |
| Oct-11 | -3.40 | 1239 | 1253 | 1239 | 1236 |

| Contract | Volume | Change | OI | Change |
|----------|--------|--------|-------|--------|
| Jul-11 | 11350 | 9140 | 31130 | -140 |
| Aug-11 | 5220 | 4250 | 14030 | 2440 |
| Sep-11 | 1490 | 1220 | 3800 | 250 |

CBOT Wheat Futures: CBOT prices will be updated tomorrow by 9.30 am

| Contract | +/- | Open | High | Low | Close |
|----------|-----|------|------|-----|-------|
| July-11 | | | | | |
| Sep-11 | | | | | |
| Dec-11 | | | | | |
| Mar-12 | | | | | |
| May-12 | | | | | |

| Spread | July-11 | Aug-11 | Sep-11 | Oct-11 |
|----------|---------|--------|--------|--------|
| Spot | -9.4 | -36.2 | -62.6 | -87.4 |
| July-11 | - | 26.8 | 53.2 | 78.0 |
| Aug-11 | - | - | 26.4 | 51.2 |
| Sept.-11 | - | - | - | 24.8 |
| Oct.-11 | - | - | - | - |

| Stocks | Demat 07.07.11 | In-Process 07.07.11 | Total 07.07.11 | FED 02.07.11 |
|------------|-------------------|------------------------|-------------------|-----------------|
| Rajkot | 3523 | 0 | 3523 | 2821 |
| Kota | 23249 | 553 | 30052 | 448 |
| Shajahapur | 1392 | 0 | 1392 | 1194 |
| Kanpur | 2015 | 149 | 2166 | 913 |

Wheat Prices at Key Spot Markets:

| Centre | Market | Variety | Prices (Rs/Qtl) | | Change |
|------------------|---------------|-----------------------------|-----------------|-----------|-------------|
| | | | 8-07-2011 | 7-07-2011 | Change |
| Delhi | | Mill Quality | 1180-1185 | 1180-1185 | <u>unch</u> |
| | Lawrence Road | Mill Delivery Loose | 1115-1120 | 1130-1135 | -15 |
| | Narela | Mill Delivery Loose | 1130-1140 | 1125-30 | 10 |
| | Nazafgarh | | | | |
| Gujarat | Rajkot | Mill Delivery | 1160 | 1160 | <u>unch</u> |
| | Ahmadabad | Mill Delivery | 1170 | 1170 | <u>unch</u> |
| M.P. | Bhopal | Mill Quality Loose (Lokwan) | 1050-1075 | 1050-1075 | <u>unch</u> |
| | Indore | Mill Delievery | 1180 | 1175 | 5 |
| Rajasthan | Kota | Mill Quality | 1075-1080 | 1070-1075 | 5 |
| U.P. | Kanpur | Mill Delivery | 1135-1140 | 1160-1165 | -25 |
| Punjab | Khanna | Mill Quality Loose | 1120 | 1120 | <u>unch</u> |
| Haryana | Karnal | Mill Quality | | - | |
| | Sirsa | Mill Delivery loose | 1125 | 1115 | 10 |
| | palwal | Mill Quality Loose | - | - | |
| | Panipat | Mill Quality Loose | - | - | |

Wheat Arrivals in Key Centers

| Centre | Market | Variety | Arrivals (Bags/Qtl) | | Change |
|-----------|---------------|-----------------------------|---------------------|-----------|--------|
| Delhi | | | 8-07-2011 | 7-07-2011 | |
| | Lawrence Road | Mill Quality | 8000 | 8000 | unch |
| | Narela | Mill Delivery Loose | 500 | 500 | unch |
| | Nazafgarh | Mill Delivery Loose | 300 | 300 | unch |
| Gujarat | Rajkot | Mill Delivery | 2000 | 2500 | -500 |
| | Ahmadabad | Mill Delivery | - | - | |
| M.P. | Bhopal | Mill Quality Loose (Lokwan) | 300 | 300 | unch |
| | Indore | Mill Delievery | 4000 | 5000 | -1000 |
| Rajasthan | Kota | Mill Quality | 5000 | 4000 | 1000 |
| U.P. | Kanpur | Mill Delivery | 600 | 800 | -200 |
| Punjab | Khanna | Mill Quality Loose | 300 | 200 | 100 |
| | Sirsa | Mill Delivery loose | 50 | 300 | -250 |
| | Rewari | Mill Quality Loose | - | - | |
| | Panipat | Mill Quality Loose | - | - | |

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