

### Wheat Domestic Fundamentals:

- Wheat market remained almost flat in lack of fresh buying support. Arrivals have come down significantly. Prices are likely to move sideways in weeks ahead. However, further loss might be restricted on hope of improving international market and decreasing disparity gap.
- Open market price of domestic wheat at Rs.11,500 per tonne from the market plus fobbing cost of Rs.1,500 per tonne will average \$280 fob, which is almost \$70 more than anticipated competition. FCI economic cost of Rs.15,400 plus fobbing of Rs.1,500 will mean \$380, which is \$170 above the desired level. At such conditions how India can compete.

### Wheat International Fundamental:

- CBOT wheat futures surged, rallying near 4-week highs on spillover support from corn and external financial markets. Wheat continued to advance with corn, as traders price wheat as a competitive feed grain with corn.
- Weakness in the U.S. dollar, broader based buying in commodities attracted speculative buying.
- Ukraine Harvests 6.9M Tons Grain To July 12, Up On Year.

### 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	-2.20	1181.60	1182	1175.20	1177.80
Aug-11	-1.40	1205	1209	1202.20	1203
Sep-11	-2.40	1230.20	1233.40	1229	1229
Oct-11	-1.80	1255.80	1256.80	1254.8	1254.80

	Volume	Change	OI	Change
Jul-11	3340	-4560	20180	-1080
Aug-11	5320	-2910	29690	1910
Sep-11	1410	-710	7660	1100
Oct-11	50	0	140	460

#### CBOT Wheat Futures:

Contract	+/-	Open	High	Low	Close
July-11	-10.7	700	702	678.5	691.25
Sep-11	-7.50	713	720	690.25	707
Dec-11	-4.75	741.50	749	720	738
Mar-12	-1.15	763	772.5	746.75	765
May-12	+2.75	781.25	785.25	767	783.50

Spread	July-11	Aug-11	Sep-11	Oct-11
Spot	-16.4	-41	-66.8	-71.10
July-11	-	16.4	41	66.8
Aug-11	-	-	24.6	50.4
Sept.-11	-	-	-	25.8
Oct.-11	-	-	-	-

Stocks	Demat	In-Process	Total	FED
	13.07.11	13.07.11	13.07.11	07.07.11
Rajkot	3523	226	3749	3253
Kota	27695	298	27987	25585
Shajahapur	1392	0	1392	1392
Kanpur	2015	0	2015	2015

**Wheat Prices at Key Spot Markets:**

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			14-07-2011	13-07-2011	Change
<b>Delhi</b>		Mill Quality	1190	1190	<u>unch</u>
	Lawrence Road	Mill Delivery Loose	1140-1150	-	
	Narela	Mill Delivery Loose	1130-1145	-	
	Nazafgarh	Mill Delivery Loose			
<b>Gujarat</b>	Rajkot	Mill Delivery	1070	1070	<u>Unch</u>
	Ahmadabad	Mill Delivery	1190	-	
<b>M.P.</b>	Bhopal	Mill Quality Loose (Lokwan)	1040-1060	1040-1050	<b>10</b>
	Indore	Mill Delievery	1190	1180	<b>10</b>
<b>Rajasthan</b>	Kota	Mill Quality	1070-1075	1070-1080	<b>-5</b>
<b>U.P.</b>	Kanpur	Mill Delivery	1140	1150	<b>-10</b>
<b>Punjab</b>	Khanna	Mill Quality Loose	1120	1120	<u>unch</u>
<b>Haryana</b>	Karnal	Mill Quality		1220	
	Sirsa	Mill Delivery loose	1130-1135	1130-1135	<u>unch</u>
	palwal	Mill Quality Loose		-	
	Panipat	Mill Quality Loose		-	

### Wheat Arrivals in Key Centers

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			14-07-2011	13-07-2011	
	Lawrence Road	Mill Quality	10000	8000	2000
	Narela	Mill Delivery Loose	400	-	
	Nazafgarh	Mill Delivery Loose	500	-	
Gujarat	Rajkot	Mill Delivery	2500	3000	-1000
	Ahmadabad	Mill Delivery	-	-	
M.P.	Bhopal	Mill Quality Loose (Lokwan)	700	1000	-300
	Indore	Mill Delievery	5000	5000	unch
Rajasthan	Kota	Mill Quality	5000	3000	2000
U.P.	Kanpur	Mill Delivery	700	600	100
Punjab	Khanna	Mill Quality Loose	300	200	100
	Sirsa	Mill Delivery loose	100	100	unch
	Rewari	Mill Quality Loose	-	-	
	Panipat	Mill Quality Loose	-	-	

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