

### Wheat Domestic Fundamentals:

- Wheat market recovered a little bit after continuous shed on back of renewed trading activities in various markets. Demand at lower level increased from feed millers and flour miller.
- However, lower maize prices may restrict further gains as wheat prices are still higher and it will contain demand from feed millers in weeks ahead.
- Wheat stock as on 1<sup>st</sup> August pegged at 358.75 lakh T in central pool, higher than required buffer norm of 171 lakh T and 30 lakh T.

### Wheat International Fundamental:

- World market is likely to remain bearish for short term on increased production forecast by IGC. IGC has pegged world wheat production at 674 million tonnes, almost 80 million tonnes higher than previous estimates..
- A lack of demand adds pressure to prices as the US continues to face stiff competition for export business from Russia.
- Egypt is seeking wheat after today's slide in prices and will likely buy from the Black Sea region

### Outlook: Domestic:

- Wheat prices are likely to remain subdued for short and medium term on higher stock against normal consumption and bearish international outlook.

#### NCDEX Wheat Futures

Contract	+/-	Open	High	Low	Close
Aug-11	-8.40	1135.20	1142.8	1135	1137.80
Sep-11	-9.20	1164.40	1168.80	1159	1159.80
Oct-11	-11.40	1190.00	1193	1183	1183
Nov-11	-9.60	1215	1218	1210	1210
Dec-11					

Contracts	Volume	Change	OI	Change
Aug-11	3090	590	25540	-1040
Sep-11	2100	300	20540	-560
Oct-11	1330	-150	6490	+810
Nov-11	90	20	1830	unch

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

Contract	+/-	Open	High	Low	Close
Sep-11	+15.25	650.50	687.25	643.25	671.75
Dec-11	+9.00	689	719.30	681.75	703.75
Mar-12	+8.25	726	751.75	718.25	740.75
May-12	+9.25	746	765.75	735.75	760.25
July-12	+7.25	751.50	773.75	745	766

Spread	Aug-11	Sep-11	Oct-11	Nov-11
Spot	11	-13.8	-40	-64
Aug-11		24.8	51	75
Sept.-11	-24.8	-	26.2	50.2
Oct.-11	-51	-26.2	-	24
Nov-11	-75	-50	-24	-

Stocks	Demat	In-Process	Total	FED
	07.08.11	07.08.11	07.08.11	02.08.11
Rajkot	3523	00	3523	2821
Kota	30874	298	31072	448
Shajahapur	1392	0	1392	1194
Kanpur	2086	0	2015	913

**Wheat Prices at Key Spot Markets:**

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Delhi			9-08-2011	8-08-2011	Change
	Lawrence Road	Mill Quality	1170-1175	1160-1165	+10
	Narela	Mill Delivery Loose	1100-1110	1110-1115	-5
	Nazafgarh	Mill Delivery Loose	1120-1130	1125	+5
Gujarat	Rajkot	Mill Delivery	1140	1140	Unch
	Ahmadabad	Mill Delivery	1140	1140	Unch
M.P.	Bhopal	Mill Quality Loose (Lokwan)	1150-1160	-	-
	Indore	Mill Delievery	1175	1175	Unch
Rajasthan	Kota	Mill Quality	1040-1050	1030-1040	+10
U.P.	Kanpur	Mill Delivery	1110-1115	1120-1125	-10
Punjab	Khanna	Mill Quality Loose	1120-1125	1130	-5
Haryana	Karnal	Mill Quality	1140-1160	1140-1160	Unch
	Sirsa	Mill Delivery loose	1105	1105	Unch
	palwal	Mill Quality Loose	1080	1090	
	Panipat	Mill Quality Loose	-	-	-

### Wheat Arrivals in Key Centers

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			9-08-2011	8-08-2011	Change
	Lawrence Road	Mill Quality	7000	7000	Unch
	Narela	Mill Delivery Loose	500	400	+100
	Nazafgarh	Mill Delivery Loose	400	400	Unch
Gujarat	Rajkot	Mill Delivery	4000	4000	Unch
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Mill Quality Loose (Lokwan)	-	-	-
	Indore	Mill Delievery	2000	4000	-2000
Rajasthan	Kota	Mill Quality	2500-3000	2000-3000	Unch
U.P.	Kanpur	Mill Delivery	500	500	Unch
Punjab	Khanna	Mill Quality Loose	400	500	-100
	Sirsa	Mill Delivery loose	50	50	Unch
	Rewari	Mill Quality Loose	-	-	-
	Panipat	Mill Quality Loose	-	-	-

#### Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp>

© 2005 Indian Agribusiness Systems Pvt Ltd.