

Wheat Domestic Fundamentals:

- The physical prices of Indian export grade wheat rose sharply as exporters scrambled to lock in supply. The phones haven't stopped ringing since the government made the announcement, and the prices of some wheat grades in Gujarat and Rajasthan are up by Rs 40 to Rs 60 per qtl.
- Some western India grades are selling for around INR11,800-INR11,900/ton, delivered at port, and after adding port expenses, can be offered around \$280/ton, free-on-board, which is among the cheapest in the world.

Wheat International Fundamental:

- US wheat futures finished weaker as traders worry about soft demand. Weekly export sales of 512,200 tons were slightly above traders' expectations. Deals with unknown buyers are more likely to be cancelled than those to named buyers.
- Foreign demand for US wheat in general has suffered from increased competition from Russia. Indian Grain Exports To Drag Down Global Prices.
- Russian wheat is currently offered around \$290/ton, FOB, while Australian Standard White is quoted at \$310/ton.

Outlook: Domestic:

- Wheat prices are likely to remain subdued for short and medium term on higher supply side.

NCDEX Wheat Futures

Contract	+/-	Open	High	Low	Close
Sep-11	0.60	1162.20	1172	1157	1161
Oct-11	1.8	1186	1197	1183	1186
Nov-11	4.4	1212	1222	1209	1211
Dec-11	4.00	1236	1236	1229	1229
Jan-12					

Spread	Sep-11	Oct-11	Nov-11	Dec-11
Spot	13	-38	-61	-79
Sep-11	-	22.4	48	66
Oct-11		-	23	41
Nov-11	-	-	-	18

Contracts	Volume	Change	OI	Change
Sept-11	19860	18740	23270	-3400
Oct-11	13960	12220	13370	-600
Nov-11	4110	3800	7800	-100
Dec-11	850	670	1760	1200

CBOT Wheat Futures:

Contract	+/-	Open	High	Low	Close
Sep-11	-8.25↓	713.50	713.50	701.00	701.00
Dec-11	-8.25↓	737.00	742.25	727.00	729.75
Mar-12	-9.75↓	774.25	778.00	761.50	764.50
May-12	-10.00↓	795.25	797.25	782.50	784.50
July-12	-10.25↓	799.25	802.75	788.25	789.50

Stocks	Demat	In-Process	Total	FED (5 th Nov)
	09.09.11	08.09.11	08.09.11	02.09.11
Rajkot	3523	00	3523	110
Kota	32124	00	32124	448
Shajahapur	1392	0	1392	1194
Kanpur	2086	149	2213	913

Wheat Prices at Key Spot Markets:

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Delhi			10-9-2011	9-9-2011	Change
	Lawrence Road	Mill Quality	1150-1155	1145	+10
	Narela	Mill Delivery Loose	1060-1065	-	-
	Nazafgarh	Mill Delivery Loose	1100	1090-1100	Unch
Gujarat	Rajkot	Mill Delivery	1070	1120	-50
	Ahmadabad	Mill Delivery	1125	1120	+5
M.P.	Bhopal	Mill Quality Loose (Lokwan)	1150-1175	1150-1175	Unch
	Indore	Mill Delivery	1145	1145	Unch
Rajasthan	Kota	Mill Quality	1040-1050	1030	+20
U.P.	Kanpur	Mill Delivery	1090	1090	Unch
Punjab	Khanna	Mill Quality Loose	1130	-	-
Haryana	Karnal	Mill Quality	-	-	-
	Sirsa	Mill Delivery loose	1095	1090	+5
	palwal	Mill Quality Loose	1070	-	-
	Panipat	Mill Quality Loose	-	-	-

Wheat Arrivals in Key Centers

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			10-9-2011	9-9-2011	Change
	Lawrence Road	Mill Quality	8000	6000	+2000
	Narela	Mill Delivery Loose	600	-	-
	Nazafgarh	Mill Delivery Loose	400	400	Unch
Gujarat	Rajkot	Mill Delivery	7000	7000	Unch
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Mill Quality Loose (Lokwan)	-	-	-
	Indore	Mill Delievery	8000	8000	Unch
Rajasthan	Kota	Mill Quality	3000	2500	+500
U.P.	Kanpur	Mill Delivery	400	400	Unch
Punjab	Khanna	Mill Quality Loose	400	-	-
	Sirsa	Mill Delivery loose	50	100	-50
	Rewari	Mill Quality Loose	-	-	-
	Panipat	Mill Quality Loose	-	-	-

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