

Wheat Domestic Fundamentals:

- Wheat market remained under pressure on unsupportive market fundamentals. Trading activities were seen sluggish due to holiday mood. Market is expected to trade actively from next week.
- Farm ministry has recommended 15 percent hike in wheat MSP for 2012-13. In current marketing year the govt.'s procurement agencies procured wheat at MSP of Rs 1102+Rs 50 per qtl. bonus. However, ministry for food and finance have opposed proposal to raise MSP to this extent at one stretch on fear of inflation impact that has been haunting the govt. from last two years. Wheat prices may get support from expected MSP hike.

Wheat International Fundamental:

- US wheat futures ended lower, retreating from solid early gains amid harvest pressure. Grains in general unable to sustain early rally, which traders say was fueled by short-covering. A disappointing performance given strength in crude and euro. Expected rains in southern Plains, expected to breathe life into a struggling early crop, limiting upside.
- Russia has won a series of tenders run by Egyptian state grain buyer GASC, the latest one jointly with Kazakhstan. Russian grain was bought at \$250-\$252.50 per tonne, Kazakh grain at \$254 at the tender.

Outlook: Domestic market: Wheat prices are likely to stabilize at current level. Fresh demand is expected from second week of Oct.

NCDEX Wheat Futures

Contract	+/-	Open	High	Low	Close
Oct-11	0.80	1102	1107	1101	1302
Nov-11	2.40	1120	1125	1115	1119
Dec-11	4.00	1135	1140	1133	1135
Jan-12	0.0	1163	1163	1156	1156
Feb-12					

Spread	Oct-11	Nov-11	Dec-11	Jan-12
Spot	38	21	5	-16
Oct-11		17	33	54
Nov-11			16	37
Dec-11				21

Contracts	Volume	Change	OI	Change
Oct-11	1860	-450	28130	120
Nov-11	2220	540	17620	-140
Dec-11	1300	260	9000	1020
Jan-12	70	-40	1030	100

CBOT Wheat Futures:

Contract	+/-	Open	High	Low	Close
Dec-11	-9.25	626.50	639.75	615.00	616.00
Mar-12	-7.50	660.50	674.00	651.25	652.50
May-12	-8.00	684.75	697.50	675.75	677.25
July-12	-9.75	700.00	711.00	688.00	689.00
Sep-12	-9.00	722.00	722.00	707.25	707.25

Stocks	Demat	In-Process	Total	FED (5 th Nov)
	04.10.11	04.10.11	04.10.11	30.09.11
Rajkot	50	00	50	110
Kota	32192	00	32143	447
Shajaha pur	1392	0	1392	1194
Kanpur	2086	0	2086	913

Wheat Prices at Key Spot Markets:

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Delhi			7-10-2011	5-10-2011	
	Lawrence Road	Mill Quality	1140	1140-1142	-2
	Narela	Mill Delivery Loose	1110-1115	-	-
	Nazafgarh	Mill Delivery Loose	1090-1100	-	-
Gujarat	Rajkot	Mill Delivery	1090	1090	Unch
	Ahmadabad	Mill Delivery	1125	1125	Unch
M.P.	Bhopal	Mill Quality Loose (Lokwan)	1150	1150	Unch
	Indore	Mill Delievery	1080	1080	Unch
Rajasthan	Kota	Mill Quality	1020-1030	1000	+30
U.P.	Kanpur	Mill Delivery	1085	1090	-5
Punjab	Khanna	Mill Quality Loose	1150	1150	Unch
Haryana	Karnal	Mill Quality	-	-	-
	Sirsa	Mill Delivery loose	1085	1090	-5
	palwal	Mill Quality Loose	1070	1060	+10
	Panipat	Mill Quality Loose	-	-	-

Wheat Arrivals in Key Centers

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			7-10-2011	5-10-2011	
	Lawrence Road	Mill Quality	8000	11000	-3000
	Narela	Mill Delivery Loose	350	-	-
	Nazafgarh	Mill Delivery Loose	500	-	-
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Mill Quality Loose (Lokwan)	-	-	-
	Indore	Mill Delievery	-	-	-
Rajasthan	Kota	Mill Quality	7000	4000	+3000
U.P.	Kanpur	Mill Delivery	-	-	-
Punjab	Khanna	Mill Quality Loose	400	400	Unch
	Sirsa	Mill Delivery loose	80	300	-220
	Rewari	Mill Quality Loose	-	-	-
	Panipat	Mill Quality Loose	-	-	-

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