

## Wheat Domestic Fundamentals:

- Cash wheat market slightly improved on back of higher MSP announced recently. However, market sources say that no major impact will be seen as it will be applied in next marketing year (2012-13). Higher stock, ample supply and better sowing intention in Punjab and Haryana continue to weigh on physical markets.
- Govt. has recently enhanced wheat MSP for 2012-13 from Rs 1120 to Rs1285 per qtl. Last year wheat has been procured at the rate of Rs 1170 per qtl including bonus of Rs 50 per qtl. Hike of Rs 165 per qtl is expected to boost wheat sowing in Punjab and Haryana.
- However, higher MSP for chana and mustard is encouraging farmers to go for higher coverage for the same. Wheat area has been shifted to mustard, chana and garlic in Rajasthan, Uttar Pradesh and M.P. So an increase under wheat area in these states is unlikely.

## Wheat International Fundamental:

- U.S. wheat futures stumbled, ending lower on outside market pressure and lackluster demand. Wheat and other commodities sagged under pressure from a stronger dollar, which makes exports less attractive. Traders are also nervously eyeing the EU crisis to see if a resolution is forthcoming. Wheat already is pressured by lackluster demand and a lack of supply worries worldwide. Traders do still have concerns about the U.S. crop, however, particularly the winter wheat crop, which is off to a slow start due to drought in the southern Plains

## Outlook: Domestic market:

- India's wheat futures and cash markets are expected to trade steady to firm tomorrow on expected good hike in MSP. Wheat is likely to trade sideways.

### NCDEX Wheat Futures

Contract	+/-	Open	High	Low	Close
Nov-11	-5.40	1109	1113	1106	1107
Dec-11	-3.00	1148	1148	1141	1143
Jan-12	-4.00	1174	1173	1174	1175
Feb-12	-6.20	1365	1365	1365	1352.80
Mar-12	-	-	-	-	-

Spread	Nov-11	Dec-11	Jan-12	Feb-12
Spot	43	7	-25	-202.8
Nov-11		36	68	245.8
Dec-11			32	209.8
Jan-12				177.8

Contracts	Volume	Change	OI	Change
Nov-11	1460	-20230	31280	-200
Dec-11	820	-6980	23040	1160
Jan-12	80	-2800	3950	110
Feb-12	560	0	50	0

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

Contract	+/-	Open	High	Low	Close
Dec-11	-16.75	637.50	643.25	616.50	619.50
Mar-12	-16.50	673.50	679.00	653.75	656.25
May-12	-16.25	695.50	700.00	676.25	678.75
July-12	-14.00	710.25	713.50	690.00	694.25
Sep-12	-15.00	734.00	734.00	711.75	715.00

Stocks	Demat	In-Process	Total	FED (5 <sup>th</sup> Nov)
	27.10.11	27.10.11	27.10.11	20.10.11
Rajkot	20	00	20	30
Kota	32519	00	32519	447
Shajahapur	1392	0	1392	1194
Kanpur	2086	0	2086	913

**Wheat Prices at Key Spot Markets:**

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Delhi			27-10-2011	25-10-2011	
	Lawrence Road	Mill Quality	1140-1150	1140	+10
	Narela	Mill Delivery Loose	1105	1085-1100	+5
	Nazafgarh	Mill Delivery Loose	Closed	1075-1090	-
Gujarat	Rajkot	Mill Delivery	Closed	Closed	-
	Ahmadabad	Mill Delivery	Closed	Closed	-
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	Closed	Closed	-
	Indore	Mill Delievery	Closed	Closed	-
Rajasthan	Kota	Mill Quality	Closed	Closed	-
U.P.	Kanpur	Mill Delivery	Closed	1060-1065	-
Punjab	Khanna	Mill Quality Loose	1130	1130	Unch
Haryana	Karnal	Mill Quality	1125	1125	Unch
	Sirsa	Mill Delivery loose	1085	1085	Unch
	palwal	Mill Quality Loose	Closed	-	-
	Panipat	Mill Quality Loose	-	-	-

### Wheat Arrivals in Key Centers

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			27-10-2011	25-10-2011	
	Lawrence Road	Mill Quality	-	10000	-
	Narela	Mill Delivery Loose	250	400	-150
	Nazafgarh	Mill Delivery Loose	Closed	250	-
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	-	-	-
	Indore	Mill Delievery	-	-	-
Rajasthan	Kota	Mill Quality	Closed	-	-
U.P.	Kanpur	Mill Delivery	-	-	-
Punjab	Khanna	Mill Quality Loose	400	300	+100
	Sirsa	Mill Delivery loose	100	100	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.