

**Wheat Domestic Fundamentals:**

- **Wheat market continued to trade under pressure on rising arrivals** in major producing states like Punjab, Haryana and Uttar Pradesh. Harvesting still continues for late varieties. Cash market is under pressure despite govt.'s buying activities. Higher stock and storage crunch is compelling govt. to allow export from its granary and market expects some incentives to make Indian wheat more competitive.
- **Today FOR quote for Kandla delivery increased by Rs 10 per qtl. to Rs1310 per qtl** and exporters expect further increase in prices on rising possibility of export. Wheat is not available for export purpose in Gujarat and traders /exporters are sourcing it from Rajasthan and Uttar Pradesh.
- **There is a growing fear in the market that govt may procure lower** than expected quantity as storage crunch and shortage of jute bags will continue to hamper the smooth procurement activities. Possible destination for wheat may be B,desh, Indonesia, Iran, Afghanistan, Philippines and some African countries.

**Wheat International Fundamentals:**

- **IGC has cut world wheat production estimate down by 5 million tonnes** to 676 million tonnes. It is 19 million tonnes lower than last year.
- **Chicago Board of Trade(CBOT) soft red winter wheat** futures and Kansas City Board of Trade(KCBT) hard red winter wheat futures rose on Monday after a round of short-covering late in the trading day. The prices for the front-month CBOT contract fell near a 3-1/2 month low which gave support to winter wheat markets.
- **U.S. Agriculture Department report expected to forecast 2012-13 U.S. winter wheat** production at 1.639 billion bushels which is nearly 10 percent up from earlier year due to perfect growing conditions in key production areas of the U.S

**Outlook For Domestic Markets:**

- We expect wheat market to trade under pressure in short and medium term.

**NCDEX Wheat Futures: Market remained closed on 01.05.12**

Contract	+/-	Open	High	Low	Close
<b>May-12</b>	<b>-1</b>	1182	1185	1180	1180
<b>June-12</b>	<b>5</b>	1198	1203	1197	1201
<b>July-12</b>	<b>3</b>	1215	1231	1214	1218
<b>Aug-12</b>	<b>2</b>	1231	1256	1230	1234

Spread	May-12	June-12	July-12	Aug-12
<b>Spot</b>	70	-	-	-
<b>May-12</b>	-	21	-	-
<b>June-12</b>	-	-	17	-
<b>July-12</b>	-	-	-	12

Contracts	Volume	Change	OI	Change
<b>May-12</b>	2430	<b>-30</b>	21860	<b>-520</b>
<b>June-12</b>	2040	<b>-100</b>	14870	<b>410</b>
<b>July-12</b>	380	<b>-1450</b>	7610	<b>210</b>
<b>Aug-12</b>	360	<b>-300</b>	4630	<b>160</b>

**CBOT Wheat Futures:**

Contract	+/-	Open	High	Low	Close
May-12	+2.50	600.00	606.25	595.50	606.25
July-12	+2.50	608.50	614.00	600.75	612.00
Sep-12	+2.50	623.75	628.50	615.50	626.75
Dec-12	+3.00	645.00	652.75	639.25	651.00
Mar-13	+3.25	665.25	675.00	660.25	673.50

Stocks	Demat	In-Process	Total	FED*
	05.05.12	05.05.12	05.05.12	02 <sup>nd</sup> May
<b>Indore</b>	-	-	-	-
<b>Itarsi</b>	1469	0	1469	646
<b>Kanpur</b>	3021	151	3172	100
<b>Kota</b>	4885	0	4885	443
<b>Total</b>	<b>9375</b>	<b>151</b>	<b>9526</b>	<b>1189</b>

\*Fed Stock for July

**Wheat Prices at Key Spot Markets:**

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Delhi			8.5.2012	7.5.2012	
	Lawrence Road	Mill Quality	1250	1255-1260	-10
	Narella	Mill Delivery Loose	1285	1285	Unch
	Najafgarh	Mill Delivery Loose	1285	1285	Unch
Gujarat	Rajkot	Mill Delivery	1290	1280	+10
	Ahmadabad	Mill Delivery	1300	1285	+15
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	1200-1350	1200-1350	Unch
	Indore	Mill Delievery	1260	1240	+20
Rajasthan	Kota	Mill Quality	-	-	-
U.P.	Kanpur	Mill Delivery	1135-1140	1140	Unch
Punjab	Khanna	Mill Quality Loose	1285	1285	Unch
Haryana	Karnal	Mill Quality	1150	1150	Unch
	Sirsa	Mill Delivery loose	1285	1300	-15
	palwal	Mill Quality Loose	1285	1285	Unch
	Panipat	Mill Quality Loose	1285	1285	Unch
	Hodal	Mill Delivery loose	1285	1285	Unch
FOR	Kandla (Rajasthan-Kota)	Mill Quality	1310	-	-
	Gandhidham (Rajasthan-Kota)	Mill Quality	1310	-	-

**Wheat Arrivals in Key Centers**

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			<b>8.5.2012</b>	<b>7.5.2012</b>	
	Lawrence Road	Mill Quality	9000	7000	<b>+2000</b>
	Narella	Mill Delivery Loose	4500	6000	<b>-1500</b>
	Nazafgarh	Mill Delivery Loose	4000	10000	<b>-6000</b>
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	-	-	-
U.P.	Kanpur	Mill Delivery	500	500	<b>Unch</b>
Punjab	Khanna	Mill Quality Loose	60000	80000	<b>-20000</b>
Haryana	Karnal	Mill Delivery Loose	7000	7000	<b>Unch</b>
	Sirsa	Mill Quality Loose	8000	5000	<b>+3000</b>
	Panipat	Mill Quality Loose	10000	10000	<b>Unch</b>
	Palwal	Mill Quality Loose	6000	5000	<b>+1000</b>
	Hodal	Mill Delivery loose	-	-	-

**Wheat Product Prices**

Wheat Products Delhi	8.5.2012	7.5.2012	Change
Atta (50kg) Ordinary	735	725	<b>+10</b>
Maida Grade 1 (90kg)	1644	1644	<b>Unch</b>
Maida Grade 1 (50KG)	895	895	<b>Unch</b>
Suji (50kg)	930	930	<b>Unch</b>
Chokar (50 kg)	591	591	<b>Unch</b>
Chokar (34 kg)	362	362	<b>Unch</b>
chakki Atta (50kg)	760	760	<b>Unch</b>
Chakki Atta (50kg) Special	755	755	<b>Unch</b>
Chakki Atta (90kg) Superfine	1384	1384	<b>Unch</b>
Chakki Atta (50kg) Superfine	750	750	<b>Unch</b>

May12	120507	600.00	606.25	595.50	606.25	+2.50 ↑	659	2,769	-442
Jul12	120507	608.50	614.00	600.75	612.00	+2.50 ↑	56,246	237,969	+663
Sep12	120507	623.75	628.50	615.50	626.75	+2.50 ↑	14,640	62,063	-1,465
Dec12	120507	645.00	652.75	639.25	651.00	+3.00 ↑	18,553	101,071	+2,146
Mar13	120507	665.25	675.00	660.25	673.50	+3.25 ↑	5,501	13,594	+1,058
May13	120507	674.75	684.75	670.00	683.50	+2.75 ↑	721	5,738	+123
Total Volume and Open Interest							97,610	436,196	+2,479

#### 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.