

Wheat Domestic Fundamentals:

- **Wheat market traded steady to slightly firm on back of govt.'s** buying and slowed down arrivals in major markets. Private traders are sidelined due to higher domestic prices and waiting for stability in the market. Outlook for wheat market remains bearish and Indian wheat is still not competitive in comparison to the US wheat.
- **India may allow wheat export from reserve stock and exercise over** price is being worked out. The Govt would like to shift stock from M.P. Rajasthan and some incentive may be offered to private exporters. Possibly, wheat may be delivered to port based states and price may be decided after analyzing international market price soon.
- **India is heading towards record wheat production (over 90 million T)** in 2011-12 and with hefty carryout stock (almost 20 million T) problem of plenty seems very much on the cards. We expect over 80 million tonnes wheat and rice stocks in the central pool kitty at the end of current wheat procurement season (30th June, 2012) against the actual requirement of 31.9 million tonnes wheat and rice under buffer norm including strategic reserve as on 1st July 2012.

International market:

- **Wheat prices in overseas market are ruling firm on rising** weather concern and increasing corn and soyabean prices. Dry conditions in Australia, Ukraine, Russia and wet condition in US plains support market. Australian planters may reduce crop area and may shift to canola. CBOT market traded higher mainly on weather concern and uptend may continue in short and medium term. India may gain if prices in the international market improve. The chances for wheat export are improving.
- **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.

Outlook For Domestic Markets: We expect wheat market to trade steady in short term.

NCDEX Wheat Futures: Market remained closed on 01.05.12

Contract	+/-	Open	High	Low	Close
May-12	4	1181	1187	1179	1185
June-12	8	1200	1210	1199	1208
July-12	9	1215	1225	1214	1224
Aug-12	8	1231	1240	1231	1239

Spread	May-12	June-12	July-12	Aug-12
Spot	69	-	-	-
May-12	-	19	-	-
June-12	-	-	18	-
July-12	-	-	-	13

Contracts	Volume	Change	OI	Change
May-12	3110	680	20050	1810
June-12	3300	1260	15900	-1030
July-12	1190	810	7820	210
Aug-12	1010	750	5250	620

CBOT Wheat Futures:

Contract	+/-	Open	High	Low	Close
May-12	+2.75	612.00	613.00	616.25	609.00
July-12	+3.00	612.75	621.25	611.25	615.00
Sep-12	+2.25	626.75	663.25	626.75	629.00
Dec-12	+1.50	650.25	658.25	649.50	652.00
Mar-13	+0.25	672	678.00	669.75	633.75

Stocks	Demat	In-Process	Total	FED*
	05.05.12	05.05.12	05.05.12	02 nd May
Indore	-	-	-	-
Itarsi	1469	0	1469	646
Kanpur	3172	0	3172	100
Kota	4885	10	4895	443
Total	9526	151	9536	1189

*Fed Stock for July

Wheat Prices at Key Spot Markets:

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Delhi			9.5.2012	8.5.2012	
	Lawrence Road	Mill Quality	1245-1248	1250	-2
	Narella	Mill Delivery Loose	-	1285	-
	Najafgarh	Mill Delivery Loose	-	1285	-
Gujarat	Rajkot	Mill Delivery	1280	1290	-10
	Ahmadabad	Mill Delivery	1310	1300	+10
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	1200-1350	1200-1350	Unch
	Indore	Mill Delievery	1255	1260	-5
Rajasthan	Kota	Mill Quality	1125-1130	1120-1125	+5
U.P.	Kanpur	Mill Delivery	1145	1135-1140	+5
Punjab	Khanna	Mill Quality Loose	1285	1285	Unch
Haryana	Karnal	Mill Quality	1150	1150	Unch
	Sirsa	Mill Delivery loose	1285	1285	Unch
	palwal	Mill Quality Loose	1285	1285	Unch
	Panipat	Mill Quality Loose	1285	1285	Unch
	Hodal	Mill Delivery loose	1180	1285	-105
FOR	Kandla (Rajasthan-Kota)	Mill Quality	1305	1310	-5
	Gandhidham (Rajasthan-Kota)	Mill Quality	1305	1310	-5

Wheat Arrivals in Key Centers

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			9.5.2012	8.5.2012	
	Lawrence Road	Mill Quality	8000	9000	-1000
	Narella	Mill Delivery Loose	-	4500	-
	Nazafgarh	Mill Delivery Loose	-	4000	-
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	15000-20000	8000	+12000
U.P.	Kanpur	Mill Delivery	600	500	+100
Punjab	Khanna	Mill Quality Loose	60000	80000	-20000
Haryana	Karnal	Mill Delivery Loose	10000	7000	+3000
	Sirsa	Mill Quality Loose	8000	8000	Unch
	Panipat	Mill Quality Loose	6000	10000	-4000
	Palwal	Mill Quality Loose	5000	6000	-1000
	Hodal	Mill Delivery loose	3000	-	-

Wheat Product Prices

Wheat Products Delhi	9.5.2012	8.5.2012	Change
Atta (50kg) Ordinary	735	735	Unch
Maida Grade 1 (90kg)	1644	1644	Unch
Maida Grade 1 (50KG)	895	895	Unch
Suji (50kg)	930	930	Unch
Chokar (50 kg)	591	591	Unch
Chokar (34 kg)	362	362	Unch
chakki Atta (50kg)	760	760	Unch
Chakki Atta (50kg) Special	755	755	Unch
Chakki Atta (90kg) Superfine	1384	1384	Unch
Chakki Atta (50kg) Superfine	750	750	Unch

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