

Wheat Domestic Fundamentals:

Wheat market traded steady at previous level amid increasing supply in major mandis of Punjab, Haryana, Rajasthan and Uttar Pradesh. Wheat market is expected to trade steady on back of higher availability, supply and normal demand. State procurement agencies are busy in buying wheat. However, prices of wheat are ruling low due to access supply. Small farmers prefer selling wheat below MSP at their door step to avoid long waiting period at procurement centers.

Bearish inner tone has gain ground further on govt's intention to sell wheat for export purpose from reserve stock with incentive likely to be offered to exporters. Market is well aware of the emerging situation and they know that higher supply in the domestic market will continue to dominate market sentiments throughout the year.

As per the latest data, wheat procurement has crossed 23.7 million tonne (mt) against around 20 mt reported during the same period last year. This is an increase of more than 18% from the last year. The procurement would further pick up momentum in Punjab and Haryana in the coming week supported by dry weather higher release by farmers.

International market:

Wheat rose after the U.S. Department of Agriculture said domestic inventories at the end of next season will be lower than analysts forecast as exports are expected to increase. Stockpiles in the U.S. may fall 4.3 percent to 735 million bushels on May 31, 2013. Analysts estimated inventories at 827 million bushels. Exports may rise 12 percent to 1.15 billion bushels.

World wheat production estimate down by 5 million tonnes to 676 million tonnes. It is 19 million tonnes lower than last year according to a report of IGC

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	-12	1184	1185	1170	1172
June-12	-8	1205	1208	1197	1198
July-12	-10	1221	1241	1217	1213
Augt.-12	-10	1239	1239	1227	1231

Spread	May-12	June-12	July-12	Aug-12
Spot	56	-	-	-
May-12	-	21	-	-
June-12	-	-	16	-
July-12	-	-	-	17

Contracts	Volume	Change	OI	Change
May-12	5700	2400	18050	-2080
June-12	3410	-2010	16160	260
July-12	1440	250	8240	420
Augt-12	1300	290	5490	240

CBOT Wheat Futures:

Contract	+/-	Open	High	Low	Close
May-12	+3.50	593.50	594.75	591.00	594.75
July-12	+1.25	600.00	607.50	595.00	601.25
Sep-12	+1.75	616.00	622.00	610.00	616.50
Dec-12	+1.75	639.25	646.50	634.25	640.75
Mar-13	+1.75	661.50	667.75	657.00	663.25

Stocks	Demat	In-Process	Total	FED*
	10.05.12	10.05.12	10.05.12	02 nd May
Indore	-	-	-	-
Itarsi	1469	0	1469	646
Kanpur	3172	50	3222	100
Kota	4885	10	4895	443
Total	9526	51	9566	1189

*Fed Stock for July

Wheat Prices at Key Spot Markets:

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Delhi			11.5.2012	10.5.2012	
	Lawrence Road	Mill Quality	1240-1245	1240-1245	Unch
	Narella	Mill Delivery Loose	1285	1285	Unch
	Najafgarh	Mill Delivery Loose	1285	1285	Unch
Gujarat	Rajkot	Mill Delivery	1265	1270	-5
	Ahmadabad	Mill Delivery	1300	1300	Unch
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	1225-1375	1225-1375	Unch
	Indore	Mill Delivery	1230-1240	1235-1250	-10
Rajasthan	Kota	Mill Quality	1100-1110	1125-1130	-20
U.P.	Kanpur	Mill Delivery	1145-1150	1150	Unch
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	1170	1180	-10
FOR	Kandla (Rajasthan- Kota)	Mill Quality	1290	1305	-15
	Gandhidham (Rajasthan- Kota)	Mill Quality	1290	1305	-15

Wheat Arrivals in Key Centers

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			11.5.2012	10.5.2012	
	Lawrence Road	Mill Quality	10000	8000	+2000
	Narella	Mill Delivery Loose	3000	8000	-5000
	Nazafgarh	Mill Delivery Loose	6000	5000	+1000
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	40000	15000-20000	+20000
U.P.	Kanpur	Mill Delivery	500	500	Unch
Punjab	Khanna	Mill Quality Loose	7000	30000	-23000
Haryana	Karnal	Mill Delivery Loose	10000	10000	Unch
	Sirsa	Mill Quality Loose	9000	8000	+1000
	Panipat	Mill Quality Loose	2000	6000	-4000
	Palwal	Mill Quality Loose	10000	8000	+2000
	Hodal	Mill Delivery loose	2000	3000	-1000

Wheat Product Prices

Wheat Products Delhi	11.5.2012	10.5.2012	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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