

Wheat Domestic Fundamentals:

- **Wheat cash market traded weak on Tuesday on supply** glut in major markets in various producing states. Higher stock, few takers and govt.'s intention to sell wheat from reserve for export are weighing on the market sentiment. The overall outlook seems bearish and higher supply is expected in the months ahead. The export from India is likely to increase on govt.'s back up, however ample world supply and lower quotes may continue to hamper smooth export. Buyers are in wait and watch mood.
- **For gauging the market nerve the STC has invited** quotes for export. The last date of accepting quotes is 24th May. We expect The STC may receive quotes in the range of \$240 to \$250, they may quote price near MSP on delivered basis at Kandla. Besides, govt may try to sell wheat on GTG deals. More allocation for various food security schemes.
- **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:

- **The USDA's Wheat outlook showed that world wheat production** in 2012/13 is projected to fall to 677.6 million tons, down 17.1 million, or 2.5 percent from last year's record of 694.6 million tons. Foreign wheat production is projected to decrease even more, down 23.8 million tons, or 3.7 percent compared to 2011/12.
- **Russia's agricultural sector has rebounded from a disastrous 2010/11** grain-growing season, ruined by drought, and will export a record 20.5 million metric tons of wheat in the 2011/12 year after only 4.0 million in 2010/11, according to the Institute for Agricultural Market Studies.

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

NCDEX Wheat Futures: Market remained closed on 01.05.12

Contract	+/-	Open	High	Low	Close
May-12	-26	1140	1148	1121	1125
June-12	-20	1154	1167	1152	1154
July-12	-18	1181	1198	1169	1172
Augt.-12	-26	1200	1201	1188	1189

Spread	May-12	June-12	July-12	Aug-12
Spot	100			
May-12		14		
June-12			27	
July-12				19

Contracts	Volume	Change	OI	Change
May-12	6990	3680	7330	-5110
June-12	7570	2490	21000	3,110
July-12	4930	2230	11630	2730
Augt-12	1600	880	5,510	110

CBOT Wheat Futures:

Contract	+/-	Open	High	Low	Close
May-12	+5.00	600.25	604.00	592.75	597.75
July-12	+1.25	599.00	602.00	592.25	598.25
Sep-12	+1.00	614.00	615.75	606.75	612.75
Dec-12	-0.25	637.75	639.25	629.50	635.25
Mar-13	-0.25	660.00	661.00	652.00	657.25

Stocks	Demat	In-Process	Total	FED*
	14.05.12	14.05.12	14.05.12	02 nd May
Indore	0	0	0	-
Itarsi	1469	0	1469	646
Kanpur	3172	50	3222	100
Kota	4905	50	4955	443
Total	9546	100	9646	1189

*Fed Stock for July

Wheat Prices at Key Spot Markets:

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Delhi			15.5.2012	14.5.2012	
	Lawrence Road	Mill Quality	1230-1235	1230-1235	Unch
	Narella	Mill Delivery Loose	1285	1285	Unch
	Najafgarh	Mill Delivery Loose	1285	1285	Unch
Gujarat	Rajkot	Mill Delivery	1250	1270	-20
	Ahmadabad	Mill Delivery	1270	1265	+5
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	1350	1250-1400	-50
	Indore	Mill Delievery	1243	1230-1250	-7
Rajasthan	Kota	Mill Quality	1100	-	-
U.P.	Kanpur	Mill Delivery	1150	1150	Unch
Punjab	Khanna	Mill Quality Loose	1285	1285	Unch
Haryana	Karnal	Mill Quality	1200-1225	1150	+75
	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	1150	1170	-20
FOR	Kandla (Rajasthan-Kota)	Mill Quality	1285-1290	-	-
	Gandhidham (Rajasthan-Kota)	Mill Quality	1285-1290	-	-

Wheat Arrivals in Key Centers



Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			15.5.2012	14.5.2012	
	Lawrence Road	Mill Quality	8000	8000	Unch
	Narella	Mill Delivery Loose	1100	1000	+100
	Nazafgarh	Mill Delivery Loose	1000	1000	Unch
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	30000	-	-
U.P.	Kanpur	Mill Delivery	700	800	-100
Punjab	Khanna	Mill Quality Loose	50000	15000	+35000
Haryana	Karnal	Mill Delivery Loose	7000	10000	-3000
	Sirsa	Mill Quality Loose	5000	7000	-2000
	Panipat	Mill Quality Loose	5000	2000	+3000
	Palwal	Mill Quality Loose	5000	10000	-5000
	Hodal	Mill Delivery loose	1000	1000	Unch

Wheat Product Prices

Wheat Products Delhi	15.5.2012	14.5.2012	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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