

Wheat Domestic Fundamentals:

- Domestic cash wheat markets get support from higher demand from south Indian flour millers, exporter's fresh query and firmed up international quotes.
- Millers from south India are sourcing wheat from Rajasthan at Rs 1600 per qtl. from Bundi and Baran region.
- Export scenario for Indian wheat is very favorable for India at current international quotes and we expect better opportunity in the weeks ahead as supply side in the global market will remain tight with lower crop estimation worldwide.
- The Centre would sell 1.3 million tonnes of wheat to bulk consumers like flour millers at subsidized rates in the first phase in July-September to ease storage crisis.

Wheat International Fundamental:

- Wheat harvest this year from major Black Sea exporters-Russia, Ukraine and Kazakhstan-is expected to fall by 22 percent, due to "damage from a bitterly cold winter combined with a spring drought in Russia and Ukraine"
- Japan bought 60,175 metric tons of milling wheat from Australia in a regular tender on 7 July, which is the smallest volume in past one and half year.
- Global wheat market firmed up unexpectedly during last fifteen days on weather generated concern in US, higher yield loss in Russia due to dryness and lower carry in stock in Australia.
- If weather remains unfavorable in July, international experts see at least 15 percent gains from current FOB prices in global wheat market. US, Russian, Australian FOB quotes will soon cross \$325 per MT.

Outlook: Domestic market: Wheat cash market is likely to trade firmer on fresh buying support from national and international markets.

NCDEX Wheat Futures

Contract	+/-	Open	High	Low	Close
July-12	40	1239	1251	1195	1242
Aug-12	25	1290	1315	1285	1305
Sept-12	18	1314	1343	1314	1332
Oct-12	19	1339	1369	1339	1353

CBOT Wheat Futures: Date: 06.07.2012

Contract	+/-	Open	High	Low	Close
Jul-12	-31.25	818.50	818.50	790.25	791.25
Sep-12	-31.75	835.50	837.00	804.00	806.25
Dec-12	-25.25	845.50	846.00	818.50	821.75
Mar-13	-22.75	847.75	847.75	828.50	832.75
May-13	-23.50	842.00	846.00	827.50	829.25

Spread	July-12	August-12	Sept-12	Oct-12
Spot	24			
July-12		51		
Aug-12			24	
Sept-12				25
Oct-12				

Contracts	Volume	Change	OI	Change
July-12	420	80	2360	90
August-12	14780	5090	17300	2420
Sept12	7940	2150	6070	130
Oct 12	1270	200	3030	570

Stocks	Demat	In-Process	Total	FED
	07.7.12	07.7.12	07.7.12	02.7.12
Indore	0	0	0	0
Itarsi	724	0	724	725
Kanpur	3845	0	3845	1130
Kota	1818	0	1818	1502*

* Available on November.

Wheat Prices at Key Spot Markets:

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Delhi			9.7.2012	7.7.2012	
	Lawrence Road	Mill Quality	1215	1225	-10
	Narella	Mill Delivery Loose	1155-1160	1140-1145	+15
	Najafgarh	Mill Delivery Loose	1190-1200	1175	+25
Gujarat	Rajkot	Mill Delivery	1360	1345	+15
	Ahmedabad	Mill Delivery	1360	1345	+15
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	1350-1375	1350	+25
	Indore	Mill Delievery	1260-1280	1230-1250	+30
Rajasthan	Kota	Mill Quality	1250	1240	+10
U.P.	Kanpur	Mill Delivery	1150	1150	Unch
Punjab	Khanna	Mill Quality Loose	1200	1200	Unch
Haryana	Karnal	Mill Quality	-	1150	-
	Sirsa	Mill Delivery loose	1200	1200	Unch
	Palwal	Mill Quality Loose	-	-	-
	Panipat	Mill Quality Loose	1285	1285	Unch
	Hodal	Mill Quality loose	1155	1125	+30
FOR	Kandla(Rajastha n-Kota)	Mill Quality	1425	1400	+25
	Gandhidham(Ra jasthan-Kota)	Mill Quality	1425	1400	+25

Wheat Arrivals in Key Centers

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			9.7.2012	7.7.2012	
	Lawrence Road	Mill Quality	10000	10000	Unch
	Narella	Mill Delivery Loose	250	100	+150
	Nazafgarh	Mill Delivery Loose	100	100	Unch
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	8000	6000	+2000
U.P.	Kanpur	Mill Delivery	-	-	-
Punjab	Khanna	Mill Quality Loose	400	400	Unch
Haryana	Karnal	Mill Delivery Loose	-	-	-
	Sirsa	Mill Quality Loose	100	100	Unch
	Panipat	Mill Quality Loose	-	-	-
	Palwal	Mill Quality Loose	-	-	-
	Hodal	Mill Delivery loose	100	50	+50

Wheat Product Prices

Wheat Products Delhi	9.7.2012	7.7.2012	Change
Atta (50kg) Ordinary	715	715	Unch
Maida Grade 1 (90kg)	1644	1644	Unch
Maida Grade 1 (50KG)	895	895	Unch
Suji (50kg)	930	930	Unch
Chokar (50 kg)	491	494	-3
Chokar (34 kg)	298	298	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

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.