

Wheat Domestic Fundamentals:

- Domestic cash wheat market witnessed firm tone while at NCDEX; prices firms up once again as stake holders are taking position. Moreover, market witnessed thin trading activity as local players and exporters remained sidelined and are waiting for stability in the global market along with Govt. decision to release wheat from its warehouses to quell the price rise in the domestic market. Unsteady market discourages them to go for bulk buying at higher prices.
- Export opportunity for Indian exporters are very favorable at present .In the global market, Australian wheat is available at \$345 per tonne, while the Black sea or the Ukrainians variety is fetching around \$300 per tonne. In contrast, the Indian government decided to export wheat at a minimum price (floor price) of \$230 per tonne, which is currently fetching \$285-295 a tonne.

Wheat International Fundamental:

- World wheat production is seen at 664.6 million tons, 500,000 tons less than an earlier estimate and compared with a harvest of 695.9 million tons in 2011-12, the council said.
- In Romanian, 98 percent of wheat area has been harvested till 27 July, 2012. Romanian farmers harvested 4.75 MMT, down by 1.04 MMT returned at the same time last year. In last year, Romania produced 7.2 MMT of wheat. Russian wheat is likely to fell to 47 MMT this year as compared to earlier estimates of 50.5 MMT.
- The area of major concern is in the Black Sea Region. Updated Russian wheat production estimates keep decreasing. The last report registered 45 million metric tons. This would slow down their wheat exports to 10 million metric tons. Many believe this is a stretch. Rumors surfaced this week about Russia halting wheat exports in the near future. However, new sales to Iraq and increased possibility of rains have eased pressure on global wheat market.

Domestic market Outlook: Wheat is likely to trade firm on better export prospects and supply shortage in cash market.

NCDEX Wheat Futures

Contract	+/-	Open	High	Low	Close
Aug-12	+27	1415	1438	1400	1435
Sept-12	+26	1450	1470	1436	1467
Oct-12	+23	1497	1499	1472	1497
Nov-12	+18	1526	1531	1505	1530

CBOT Wheat Futures: Date: 27.07.2012

Contract	+/-	Open	High	Low	Close
Sep-12	+14.00	884.50	911.00	879.50	898.00
Dec-12	+14.00	898.00	923.75	892.50	911.25
Mar-13	+12.75	900.00	925.75	897.00	913.00
May-13	+13.25	882.50	905.50	882.50	895.75
Jul-13	+19.50	811.25	832.50	809.50	830.25

Spread	August-12	Sept-12	Oct-12	Nov-12
Spot	-25			
Aug-12		32		
Sept-12			30	
Oct-12				33

Spread=Spot (Lawrence Road –Future (Near Month)

Contracts	Volume	Change	OI	Change
August-12	19320	7440	17360	-1640
Sept12	11080	1120	19800	890
Oct 12	1980	-750	7580	250
Nov-12	580	-400	2370	-90

Stocks	Demat	In-Process	Total	FED
	28.7.12	28.7.12	28.7.12	23.7.12
Delhi	296	643	939	-
Itarsi	461	0	461	363
Kanpur	3696	0	3696	1131
Kota	267	0	267	69
Total	4720	643	5363	1563

Wheat Prices at Key Spot Markets:

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Delhi			30-7-2012	28-7-2012	
	Lawrence Road	Mill Quality	1410	1360	+50
	Narella	Mill Delivery Loose	1310-1315	1275-1280	+35
	Najafgarh	Mill Delivery Loose	1351	1308	+43
Gujarat	Rajkot	Mill Delivery	1540	1540	Unch
	Ahmedabad	Mill Delivery	1540	1540	Unch
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	1350-1425	1350-1450	-25
	Indore	Mill Delievery	1500	1480-1500	Unch
Rajasthan	Kota	Mill Quality	1500	1475	+25
U.P.	Kanpur	Mill Delivery	1400	1375	+25
Punjab	Khanna	Mill Quality Loose	-	1200	-
Haryana	Karnal	Mill Quality	-	-	-
	Sirsa	Mill Delivery loose	1410-1415	1350	+65
	Palwal	Mill Quality Loose	1330	1310	+20
	Panipat	Mill Quality Loose	1285	1285	Unch
	Hodal	Mill Quality loose	1365	1330	+35
FOR	Kandla(Rajastha n-Kota)	Mill Quality	1600	1600	Unch
	Gandhidham(Ra jasthan-Kota)	Mill Quality	1600	1600	Unch

Wheat Arrivals in Key Centers

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			30-7-2012	28-7-2012	
	Lawrence Road	Mill Quality	-	4000	-
	Narella	Mill Delivery Loose	600	700	-100
	Nazafgarh	Mill Delivery Loose	300	250	+50
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	7000	6000	+1000
U.P.	Kanpur	Mill Delivery	-	-	-
Punjab	Khanna	Mill Quality Loose	-	300	-
Haryana	Karnal	Mill Delivery Loose	-	-	-
	Sirsa	Mill Quality Loose	500	500	Unch
	Panipat	Mill Quality Loose	-	-	-
	Palwal	Mill Quality Loose	300	400	-100
	Hodal	Mill Delivery loose	100	300	-200

Wheat Product Price

Wheat Products Delhi	30-7-2012	28-7-2012	Change
Atta (50kg) Ordinary	740	740	Unch
Maida Grade 1 (90kg)	1743	1725	+18
Maida Grade 1 (50KG)	960	940	+20
Suji (50kg)	985	990	-5
Chokar (50 kg)	556	556	Unch
Chokar (34 kg)	364	364	Unch
chakki Atta (50kg)	785	785	Unch
Chakki Atta (50kg) Special	820	810	+10
Chakki Atta (90kg) Superfine	1519	1492	+27
Chakki Atta (50kg) Superfine	825	785	+40

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.