

Wheat Domestic Fundamentals:

- The Food Corporation of India has increased the prices of wheat being sold to bulk consumers by 10 per cent to Rs 1,285 a quintal. Last month, the Empowered Group of Ministers had approved the sale of 3 million tonnes of wheat to bulk users (such as flour millers and biscuit makers) under the Open Market Sale Scheme (OMSS). Subsequently, FCI issued tenders for 13 lakh tonne wheat to be sold during July-September at a base price of Rs 1,170 a quintal.
- Wheat market traded firm on back of better demand prospects in the weeks ahead. However govt. release strategy will restrict gains in the weeks ahead. Stockiest have slowed down release of stock in anticipation of better export prospects.
- Indian wheat is now competitive enough to compete with any origin's wheat and firming up global prices is giving more edge to Indian exporters. India FOB is around \$300 to \$308 per T on Kandla port while other source quotes are hovering & \$310 to \$350 per T.

Wheat International Fundamental:

- The world wheat production forecast for 2012/13 is unchanged from the last GMR at 665m t, down 4.5% y/y.
- 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.
- China and India output is revised higher; but the combined forecast for the eight major exporters is again lower, as prospects in the Black Sea region have deteriorated.

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	-17.00	1413.00	1419.00	1392.00	1396.00
Sept-12	-16.00	1442.00	1451.00	1433.00	1434.00
Oct-12	-16.00	1467.00	1479.00	1465.00	1465.00
Nov-12	-11.00	1507.00	1512.00	1497.00	1501.00

Spread	August-12	Sept-12	Oct-12	Nov-12
Spot	-14			
Aug-12		38		
Sept-12			31	
Oct-12				36

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

Contracts	Volume	Change	OI	Change
August-12	6190	-720	11990	-3210
Sept12	12,100	10750	23230	15400
Oct 12	1,870	1050	8160	5760
Nov-12	560	-10	2650	1630

CBOT Wheat Futures: Date: 02.08.2012

Contract	+/-	Open	High	Low	Close
Sept-12	-14.50	879.00	889.75	856.00	865.00
Dec-12	-14.25	893.75	904.00	870.00	879.50
Mar-13	-14.25	902.00	908.50	878.00	884.50
May-13	-18.25	882.00	883.00	859.25	862.50
Jul-13	-16.25	840.50	844.00	822.00	827.00

Stocks	Demat	In-Process	Total	FED
	02.8.12	02.8.12	30.7.12	30.7.12
Delhi	692	247	939	147
Itarsi	461	0	461	98
Kanpur	3696	0	3696	1131
Kota	267	0	267	50
Total	5116	247	5363	1426

Wheat Prices at Key Spot Markets:

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Delhi			3-8-2012	1-8-2012	
	Lawrence Road	Mill Quality	1410	1400	+10
	Narella	Mill Delivery Loose	1325-1330	-	-
	Najafgarh	Mill Delivery Loose	1350-1375	-	-
Gujarat	Rajkot	Mill Delivery	1600	1580	+20
	Ahmedabad	Mill Delivery	1580	1580	Unch
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	1450-1475	1400-1425	+50
	Indore	Mill Delievery	1490	1500	-10
Rajasthan	Kota	Mill Quality	-	1500	-
U.P.	Kanpur	Mill Delivery	1500	1425	+75
Punjab	Khanna	Mill Quality Loose	1250	1235-1240	+10
Haryana	Karnal	Mill Quality	-	-	-
	Sirsa	Mill Delivery loose	1350	1365	-15
	Palwal	Mill Quality Loose	1340	-	-
	Panipat	Mill Quality Loose	1285	1285	Unch
	Hodal	Mill Quality loose	1325	1350	-25
FOR	Kandla(Rajastha n-Kota)	Mill Quality	-	1600	-
	Gandhidham(Ra jasthan-Kota)	Mill Quality	-	1600	-

Wheat Arrivals in Key Centers

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			3-8-2012	1-8-2012	
	Lawrence Road	Mill Quality	3000	8000	-5000
	Narella	Mill Delivery Loose	500	-	-
	Nazafgarh	Mill Delivery Loose	400	-	-
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	-	7000	-
U.P.	Kanpur	Mill Delivery	-	-	-
Punjab	Khanna	Mill Quality Loose	400	400	Unch
Haryana	Karnal	Mill Delivery Loose	-	-	-
	Sirsa	Mill Quality Loose	500	400	+100
	Panipat	Mill Quality Loose	-	-	-
	Palwal	Mill Quality Loose	100	-	-
	Hodal	Mill Delivery loose	100	100	Unch

Wheat Product Price

Wheat Products Delhi	3-8-2012	1-8-2012	Change
Atta (50kg) Ordinary	740	740	Unch
Maida Grade 1 (90kg)	1743	1743	Unch
Maida Grade 1 (50KG)	950	950	Unch
Suji (50kg)	1000	1000	Unch
Chokar (50 kg)	556	556	Unch
Chokar (34 kg)	364	364	Unch
chakki Atta (50kg)	785	785	Unch
Chakki Atta (50kg) Special	820	820	Unch
Chakki Atta (90kg) Superfine	1519	1519	Unch
Chakki Atta (50kg) Superfine	825	825	Unch

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