

Wheat Domestic Fundamentals:

- **Wheat cash market is expected to dip slightly as supply** from govt's godowns will remain higher in the weeks ahead. The STC, PEC and MMTC received bids as per expectation in the range of \$290 to \$302 per T at higher side. Higher supply through PDS, OMSS and other welfare schemes amid higher margin by NCDEX and MCX too will restrict further gains in the cash market. Overall, we expect market to stabilize at slightly lower from current level. Export demand will continue from India as parity is positive despite downward correction in the international market.
- **Lower rainfall is not going to impact wheat production next year.** Govt.'s decision over export, OMSS allocation and distribution policy amid international sentiments will be the main price driving factors in the weeks ahead. Indian wheat is likely to remain competitive in the month of August and Sep. at current prices.

Wheat International Fundamental:

- **Global market seems to be in corrective phase now and we expect** market to dip slightly from current level, however there is nothing in the fundamental that changes the bullish view we have had for the past month. If anything, the outlook getting worse with U.S corn yield decreasing,
- **Russian wheat production decreasing and its dry in the Western** Australia on the other hand market can not continuously go up, it has to see correction to allow players to book profit. The nearest buy strong support is 8.41 (\$ 309.35/MT) while the nearest by resistance is 9.42 (\$338 per MT) we expect market to move in the range of \$309 to \$338/ MT in the month of August and September.

Domestic market Outlook: Wheat is likely to trade slightly lower on sluggish buying interest in future market. Participants are waiting for downward correction..

NCDEX Wheat Futures

Contract	+/-	Open	High	Low	Close
Aug-12	5	1400	1412	1399	1401
Sept-12	6	1439	1453	1338	1441
Oct-12	8	1471	1499	1471	1471
Nov-12	7	1515	1517	1508	1513

Spread	August-12	Sept-12	Oct-12	Nov-12
Spot	-15			
Aug-12		54		
Sept-12			71	
Oct-12				115

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

Contracts	Volume	Change	OI	Change
August-12	4350	-1840	9170	-2820
Sept12	10740	-1870	23720	400
Oct 12	1,240	-630	8010	110
Nov-12	660	100	2720	60

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			4-8-2012	3-8-2012	
	Lawrence Road	Mill Quality	1385	1410	-25
	Narella	Mill Delivery Loose	1310-1320	1325-1330	-10
	Najafgarh	Mill Delivery Loose	1348-1370	1350-1375	-5
Gujarat	Rajkot	Mill Delivery	1600	1600	Unch
	Ahmedabad	Mill Delivery	1580	1580	Unch
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	1450-1475	1450-1475	Unch
	Indore	Mill Delievery	1490-1500	1490	+10
Rajasthan	Kota	Mill Quality	1480-1490	-	-
U.P.	Kanpur	Mill Delivery	1475	1500	-25
Punjab	Khanna	Mill Quality Loose	1240	1250	-10
Haryana	Karnal	Mill Quality	-	-	-
	Sirsa	Mill Delivery loose	1350	1350	Unch
	Palwal	Mill Quality Loose	1350	1340	+10
	Panipat	Mill Quality Loose	1285	1285	Unch
	Hodal	Mill Quality loose	1340	1325	+15
FOR	Kandla(Rajastha n-Kota)	Mill Quality	1575	-	-
	Gandhidham(Ra jasthan-Kota)	Mill Quality	1575	-	-

Wheat Arrivals in Key Centers

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			4-8-2012	3-8-2012	
	Lawrence Road	Mill Quality	6000	3000	+3000
	Narella	Mill Delivery Loose	1000	500	+500
	Nazafgarh	Mill Delivery Loose	500	400	+100
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	300	400	-100
Haryana	Karnal	Mill Delivery Loose	-	-	-
	Sirsa	Mill Quality Loose	200	500	-300
	Panipat	Mill Quality Loose	-	-	-
	Palwal	Mill Quality Loose	150	100	+50
	Hodal	Mill Delivery loose	50	100	-50

Wheat Product Price

Wheat Products Delhi	4-8-2012	3-8-2012	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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