

Wheat Domestic Fundamentals:

- Wheat cash market is ruling high and we expect prices to stay steady after a slight correction in the weeks ahead. Higher demand from flour millers, exporter's active buying spree, lower than required release for OMSS and holding back stock by farmers in anticipation of higher realization amid increased festive demand for wheat products support wheat market continuous to trade higher.
- The FOR Kandla is quoted Rs 15800 per T. There is a short supply in cash market and bulk users are sourcing wheat from Rajasthan and Uttar Pradesh. Wheat prices in Uttar Pradesh are comparatively lower.
- However, higher allocation for OMSS, PDS and other welfare schemes are expected to ease supply in the market and we expect prices to ease a little bit from current level. Despite expected higher allocation major decline is unlikely as demand at higher level on back of better export opportunity continues.

Wheat International Fundamental:

- CBOT Sep wheat future traded lower in recent days. Even Kansas City and Minneapolis wheat are following Chicago lower. Comments made by Russian government officials recently regarding adequate domestic wheat supplies has triggered profit taking by funds in Chicago wheat. Outside markets traded weaker after Chinese and Euro zone PMI data disappointed investors.
- Europe's manufacturing sector contracted for the 11th straight month. The US Dollar is trading slightly lower, crude oil is higher, and US stocks are set to open up marginally higher. Chicago wheat has come under considerable pressure recently following bearish news out of the Black Sea and profit taking from, near record, fund long positions.

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	-4.00	1404	1415	1386	1397
Sept-12	-16.00	1441	1445	1425	1425
Oct-12	-13.00	1480	1480	1455	1462
Nov-12	-15.00	1510	1512	1495	1498

Spread	August-12	Sept-12	Oct-12	Nov-12
Spot	-3			
Aug-12		28		
Sept-12			37	
Oct-12				36

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

Contracts	Volume	Change	OI	Change
August-12	4,180	-170	6610	2560
Sept12	10,610	-130	24770	-1050
Oct 12	1,320	80	8010	0
Nov-12	510	-150	2830	-110

CBOT Wheat Futures: Date: 03.08.2012

Contract	+/-	Open	High	Low	Close
Sept-12	+26.25	863.25	907.00	860.50	891.25
Dec-12	+24.25	877.75	919.50	875.00	903.75
Mar-13	+20.50	882.00	918.50	880.50	905.00
May-13	+18.50	860.00	895.75	859.50	881.00
Jul-13	+21.25	824.00	850.00	824.00	848.25

Stocks	Demat	In-Process	Total	FED
	02.8.12	02.8.12	30.7.12	30.7.12
Delhi	938	0	938	147
Itarsi	461	0	461	98
Kanpur	3696	0	3696	1131
Kota	247	0	247	50
Total	5342	0	5342	1426

Wheat Prices at Key Spot Markets:

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Delhi			6-8-2012	4-8-2012	
	Lawrence Road	Mill Quality	1400	1385	+15
	Narella	Mill Delivery Loose	1320-1325	1310-1320	+5
	Najafgarh	Mill Delivery Loose	1350-1380	1348-1370	+10
Gujarat	Rajkot	Mill Delivery	1575	1600	-25
	Ahmedabad	Mill Delivery	1700	1580	+120
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	-	1450-1475	-
	Indore	Mill Delievery	1510	1490-1500	+10
Rajasthan	Kota	Mill Quality	-	1480-1490	-
U.P.	Kanpur	Mill Delivery	1465-1470	1475	-5
Punjab	Khanna	Mill Quality Loose	1240	1240	Unch
Haryana	Karnal	Mill Quality	-	-	-
	Sirsa	Mill Delivery loose	1370	1350	+20
	Palwal	Mill Quality Loose	1360	1350	+10
	Panipat	Mill Quality Loose	1285	1285	Unch
	Hodal	Mill Quality loose	1340	1340	
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			6-8-2012	4-8-2012	
	Lawrence Road	Mill Quality	3000	6000	-3000
	Narella	Mill Delivery Loose	1500	1000	+500
	Nazafgarh	Mill Delivery Loose	400	500	-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	400	300	+100
Haryana	Karnal	Mill Delivery Loose	-	-	-
	Sirsa	Mill Quality Loose	500	200	+300
	Panipat	Mill Quality Loose	-	-	-
	Palwal	Mill Quality Loose	100	150	-50
	Hodal	Mill Delivery loose	100	50	+50

Wheat Product Price

Wheat Products Delhi	6-8-2012	4-8-2012	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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