

Wheat Domestic Fundamentals:

- Wheat cash market firms up once again with buyer's fresh buying spree for export and increasing demands for wheat products ahead of festivals. Demand for Indian wheat in the international market has improved as outlook for global wheat market remains bullish
- Arrivals of wheat have decreased considerably in recent weeks and we expect further decrease in arrivals as stock in private hands is depleting fast. Farmers have barely 10 percent marketable surplus as they have sold out maximum at higher MSP during procurement season. Private traders are sourcing wheat from Rajasthan, Uttar Pradesh and Bihar.
- The impact of higher production in domestic market was neutralized by higher procurement and unauthorized export to neighboring countries including Bangladesh. Traders said that more than one million Tones wheat was sold to neighbor countries. While almost 1.5 million T was registered through OGL. Thus total export together comes to 2.5/2.6 lakh T.

Wheat International Fundamental:

- Grain prices have driven the overall rise. The US corn crop is in a state of disaster, with more than half of all US acreage listed in poor or very poor condition due to a record-breaking drought.
- Under a parallel drought, Russia downgraded its wheat crop by several million tons. The USDA estimates that inventories of corn, wheat, soybeans, and rice will be reduced to 2008 levels next year. Wheat inventories are projected to down by 7.5 percent.
- Overall situation on global wheat front seems to be heading towards rally in medium and long term. Wheat production in Russia is set to fall by 20 percent this year.

Domestic market Outlook: Wheat cash market is likely to trade firm in short term.

NCDEX Wheat Futures

| Contract | +/- | Open | High | Low | Close |
|----------|-----|------|------|------|-------|
| Aug-12 | 44 | 1436 | 1473 | 1430 | 1460 |
| Sept-12 | 44 | 1395 | 1445 | 1395 | 1437 |
| Oct-12 | 39 | 1430 | 1467 | 1426 | 1459 |
| Nov-12 | 34 | 1463 | 1494 | 1459 | 1484 |

| Spread | August-12 | Sept-12 | Oct-12 | Nov-12 |
|---------|-----------|---------|--------|--------|
| Spot | -15 | | | |
| Aug-12 | | 23 | | |
| Sept-12 | | | -22 | |
| Oct-12 | | | | -25 |

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

| Contracts | Volume | Change | OI | Change |
|-----------|--------|--------|-------|--------|
| August-12 | 1250 | 790 | 1570 | -1240 |
| Sept12 | 28250 | 20990 | 26810 | 1470 |
| Oct 12 | 7190 | 4270 | 10060 | 1530 |
| Nov-12 | 1690 | 800 | 2810 | 160 |

CBOT Wheat Futures: Date: 16.08.2012

| Contract | +/- | Open | High | Low | Close |
|----------|--------|--------|--------|--------|--------|
| Sep-12 | +15.00 | 848.00 | 868.75 | 841.25 | 861.75 |
| Dec-12 | +15.50 | 867.75 | 888.75 | 860.75 | 881.75 |
| Mar-13 | +15.50 | 876.25 | 897.00 | 870.25 | 891.50 |
| May-13 | +15.25 | 855.75 | 878.00 | 855.75 | 874.50 |
| Jul-13 | +12.00 | 820.00 | 836.50 | 816.50 | 832.75 |

| Stocks | Demat | In-Process | Total | FED |
|--------------|-------------|------------|-------------|------------|
| | 16.8.12 | 16.8.12 | 16.8.12 | 13.8.12 |
| Delhi | 1391 | 0 | 1391 | 147 |
| Itarsi | 719 | 0 | 719 | 99 |
| Kanpur | 1729 | 0 | 1729 | 152 |
| Kota | 247 | 0 | 247 | 197 |
| Total | 4086 | 0 | 4086 | 595 |

Wheat Prices at Key Spot Markets:

| Centre | Market | Variety | Prices (Rs/Qtl) | | Change |
|-----------|----------------------------|-----------------------------------|-----------------|-----------|--------|
| Delhi | | | 17-8-2012 | 16-8-2012 | |
| | Lawrence Road | Mill Quality | 1445 | 1435-1440 | +5 |
| | Narella | Mill Delivery Loose | 1350-1355 | 1330-1335 | +20 |
| | Najafgarh | Mill Delivery Loose | 1370-1380 | 1360-1372 | +8 |
| Gujarat | Rajkot | Mill Delivery | 1570 | 1565 | +5 |
| | Ahmedabad | Mill Delivery | 1575 | 1570 | +5 |
| M.P. | Bhopal | Mill Quality Loose (Lokwan Price) | 1450-1525 | 1450-1500 | +25 |
| | Indore | Mill Delivery | 1510 | 1510 | Unch |
| Rajasthan | Kota | Mill Quality | 1500 | - | - |
| U.P. | Kanpur | Mill Delivery | 1405-1410 | 1405-1410 | Unch |
| Punjab | Khanna | Mill Quality Loose | 1260 | 1260 | Unch |
| Haryana | Karnal | Mill Quality | - | - | - |
| | Sirsa | Mill Delivery loose | 1390 | 1370-1375 | +15 |
| | Palwal | Mill Quality Loose | 1380 | 1355 | +25 |
| | Panipat | Mill Quality Loose | - | - | - |
| | Hodal | Mill Quality loose | 1370 | 1350 | +20 |
| FOR | Kandla(Rajasthan-Kota) | Mill Quality | 1570 | - | - |
| | Gandhidham(Rajasthan-Kota) | Mill Quality | 1570 | - | - |

Wheat Arrivals in Key Centers

| Centre | Market | Variety | Arrivals (Bags/Qtl) | | Change |
|---------|---------------|---------------------|---------------------|-----------|--------|
| Delhi | | | 17-8-2012 | 16-8-2012 | |
| | Lawrence Road | Mill Quality | 8000 | 7000 | +1000 |
| | Narella | Mill Delivery Loose | 1100 | 400 | +7000 |
| | Nazafgarh | Mill Delivery Loose | 300 | 400 | -100 |
| Gujarat | Rajkot | Mill Delivery | - | - | - |
| | Ahmadabad | Mill Delivery | - | - | - |

| | | | | | |
|------------------|----------------|--|------|-----|------|
| M.P. | Bhopal | Mill Quality Loose (Lokwan Price) | - | - | - |
| | Indore | Mill Delivery | - | - | - |
| Rajasthan | Kota | Mill Quality | 6000 | - | - |
| U.P. | Kanpur | Mill Delivery | - | - | - |
| Punjab | Khanna | Mill Quality Loose | 300 | 300 | Unch |
| Haryana | Karnal | Mill Delivery Loose | - | - | - |
| | Sirsa | Mill Quality Loose | 300 | 200 | +100 |
| | Panipat | Mill Quality Loose | - | - | - |
| | Palwal | Mill Quality Loose | 50 | 150 | +100 |
| | Hodal | Mill Delivery loose | 100 | 200 | -100 |

Wheat Product Price

| Wheat Products Delhi | 17-8-2012 | 16-8-2012 | Change |
|------------------------------|-----------|-----------|--------|
| Atta (50kg) Ordinary | 750 | 750 | 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) | 346 | 346 | 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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