

Wheat Domestic Fundamentals:

- Wheat cash market as well as future market continues its northward journey on improved demand from overseas buyers as there is a fear in the market that supply from Russia will dry up in the last quarter of this year. Demand for Indian wheat in the international market has improved as outlook for global wheat market remains bullish. There is a common view in the market that govt. is not going to ban wheat export through private channel and better opportunity lies ahead for lightening the burden of hefty stock. Export through govt's agencies too is expected to continue.
- The total quantity of wheat in central pool kitty as on August 01- 2012, is registered 475.26 lakh MT. In transit the quantity of wheat availability is 2. 3.03 lakh MT. Private traders are sourcing wheat from Rajasthan, Uttar Pradesh and Bihar.
- NCDEX wheat September contract traded up Rs 13 a quintal at Rs 1,501 a quintal. Wheat offered up after the bumper stock. Wheat traded higher to Rs 1,500 a quintal, FMC imposed 3 per cent special margin to control the increasing prices.

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.
- 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.
- Export potential is shrinking in the CIS, suggesting a shift to other origins, especially the US and EU. World consumption is forecast to contract by about 2% y/y as lower feed use outweighs food and industrial growth. Global stocks are forecast to fall by 15m t to a four-year low by the end of 2012/13.

Domestic market Outlook: Wheat cash and future market likely to trade firm in the days ahead.

NCDEX Wheat Futures

| Contract | +/- | Open | High | Low | Close |
|----------|-----|------|------|------|-------|
| Sept-12 | 10 | 1498 | 1509 | 1480 | 1498 |
| Oct-12 | 20 | 1520 | 1527 | 1502 | 1525 |
| Nov-12 | 20 | 1539 | 1551 | 1526 | 1549 |
| Dec-12 | 18 | 1568 | 1568 | 1538 | 1567 |

| Spread | Sept-12 | Oct-12 | Nov-12 |
|---------|---------|--------|--------|
| Spot | 47 | | |
| Sept-12 | | -27 | |
| Oct-12 | | | -24 |
| Nov-12 | | | -18 |

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

| Contracts | Volume | Change | OI | Change |
|-----------|--------|--------|-------|--------|
| Sept12 | 33340 | 2470 | 21410 | -1900 |
| Oct 12 | 14810 | 1250 | 13520 | 830 |
| Nov-12 | 2440 | 250 | 3560 | 250 |
| Dec-12 | 740 | -320 | 1410 | -70 |

CBOT Wheat Futures: Date: 21.08.2012

| Contract | +/- | Open | High | Low | Close |
|----------|--------|--------|--------|--------|--------|
| Sep-12 | +21.00 | 879.75 | 904.75 | 877.75 | 900.50 |
| Dec-12 | +19.25 | 902.50 | 926.25 | 900.75 | 922.00 |
| Mar-13 | +17.75 | 911.50 | 934.00 | 911.00 | 930.00 |
| May-13 | +14.00 | 898.25 | 921.00 | 898.25 | 915.25 |
| Jul-13 | +7.25 | 848.75 | 865.50 | 848.50 | 861.00 |

| Stocks | Demat | In-Process | Total | FED |
|--------------|-------------|------------|-------------|------------|
| | 18.8.12 | 18.8.12 | 18.8.12 | 13.8.12 |
| Delhi | 1391 | 0 | 1391 | 148 |
| Itarsi | 449 | 0 | 449 | 99 |
| Kanpur | 1291 | 0 | 1291 | 159 |
| Kota | 49 | 0 | 247 | 49 |
| Total | 3180 | 0 | 3180 | 455 |

Wheat Prices at Key Spot Markets:

| Centre | Market | Variety | Prices (Rs/Qtl) | | Change |
|-----------|-----------------------------|-----------------------------------|-----------------|-----------|--------|
| Delhi | | | 22-8-2012 | 21-8-2012 | |
| | Lawrence Road | Mill Quality | 1545 | 1505 | +40 |
| | Narella | Mill Delivery Loose | - | 1400-1445 | - |
| | Najafgarh | Mill Delivery Loose | - | 1445-1450 | - |
| Gujarat | Rajkot | Mill Delivery | 1650 | 1620 | +30 |
| | Ahmedabad | Mill Delivery | 1660 | 1625 | +35 |
| M.P. | Bhopal | Mill Quality Loose (Lokwan Price) | 1500-1550 | - | - |
| | Indore | Mill Delievery | 1550 | 1540-1560 | -10 |
| Rajasthan | Kota | Mill Quality | - | - | - |
| U.P. | Kanpur | Mill Delivery | 1400 | 1405-1410 | -10 |
| Punjab | Khanna | Mill Quality Loose | 1275 | 1260 | +15 |
| Haryana | Karnal | Mill Quality | - | - | - |
| | Sirsa | Mill Delivery loose | 1450 | 1425-1430 | +20 |
| | Palwal | Mill Quality Loose | 1441 | - | - |
| | Panipat | Mill Quality Loose | - | - | - |
| | Hodal | Mill Quality loose | 1450 | 1400 | +50 |
| FOR | Kandla(Rajastha n-Kota) | Mill Quality | - | - | - |
| | Gandhidham(Ra jasthan-Kota) | Mill Quality | - | - | - |

Wheat Arrivals in Key Centers

| Centre | Market | Variety | Arrivals (Bags/Qtl) | | Change |
|---------|---------------|---------------------|---------------------|-----------|--------|
| Delhi | | | 22-8-2012 | 21-8-2012 | |
| | Lawrence Road | Mill Quality | 7000 | 6000 | +1000 |
| | Narella | Mill Delivery Loose | - | 150 | - |
| | Nazafgarh | Mill Delivery Loose | - | 100 | - |
| Gujarat | Rajkot | Mill Delivery | - | - | - |

| | | | | | |
|-----------|-----------|-----------------------------------|-----|-----|------|
| | Ahmadabad | Mill Delivery | - | - | - |
| M.P. | Bhopal | Mill Quality Loose (Lokwan Price) | - | - | - |
| | Indore | Mill Delivery | - | - | - |
| Rajasthan | Kota | Mill Quality | - | - | - |
| U.P. | Kanpur | Mill Delivery | - | - | - |
| Punjab | Khanna | Mill Quality Loose | 500 | 400 | +100 |
| Haryana | Karnal | Mill Delivery Loose | - | - | - |
| | Sirsa | Mill Quality Loose | 300 | 200 | +100 |
| | Panipat | Mill Quality Loose | - | - | - |
| | Palwal | Mill Quality Loose | 100 | - | - |
| | Hodal | Mill Delivery loose | 200 | 50 | +150 |

Wheat Product Price

| Wheat Products Delhi | 22-8-2012 | 21-8-2012 | Change |
|------------------------------|-----------|-----------|--------|
| Atta (50kg) Ordinary | 795 | 795 | Unch |
| Maida Grade 1 (90kg) | 1788 | 1788 | Unch |
| Maida Grade 1 (50KG) | 975 | 975 | Unch |
| Suji (50kg) | 1025 | 1025 | Unch |
| Chokar (50 kg) | 561 | 589 | -28 |
| Chokar (34 kg) | 364 | 361 | +3 |
| Chakki Atta (50kg) | 830 | 830 | Unch |
| Chakki Atta (50kg) Special | 830 | 830 | Unch |
| Chakki Atta (90kg) Superfine | 1537 | 1537 | Unch |
| Chakki Atta (50kg) Superfine | 835 | 835 | Unch |

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