

Wheat Domestic Fundamentals:

- Punjab wheat flour mills are facing acute shortage of wheat, even after bumper production this year due to central government not releasing enough stocks in open market. Prices have risen by 30% in past month.
- Madhya Pradesh will be exporting 1.98 lakh tons of wheat to Iran
- Exporters are buying wheat as parity remains favourable and uptrends in global market likely continue because of lower production in major wheat producing countries like USA, Australia and Russia.
- To check the rising wheat prices NCDEX has imposed additional 10% deposit money (margin), which makes the total margin 23%.
- Despite of record wheat production of 93.9 million tonnes this year, Wheat prices are high and wheat millers are finding it difficult to get supplies from open market.

Wheat International Fundamental:

- The world wheat production forecast for 2012/13 by IGC 662 million tonnes, which will be less than 2011/12 695 million tonnes.
- According to Argentina's Agricultural Ministry wheat will be planted on 3.68 million hectare of which till Friday 3.58 million hectare have been seeded so far.
- 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 weak in the days ahead.

NCDEX Wheat Futures

Contract	+/-	Open	High	Low	Close
Sept-12	+1.86	1564	1602	1562	1589
Oct-12	+2.08	1542	1587	1542	1574
Nov-12	+1.93	1565	1600	1565	1585
Dec-12	+1.53	1580	1613	1580	1591

CBOT Wheat Futures: Date: 25.08.2012

Contract	+/-	Open	High	Low	Close
Sep-12	-7.00	873.50	885.50	866.00	867.50
Dec-12	-6.25	893.75	906.50	887.25	888.50
Mar-13	-5.75	903.75	915.25	896.75	898.50
May-13	-6.00	897.50	902.25	845.00	888.50
Jul-13	-7.00	849.50	858.50	846.75	852.00

Spread	Sept-12	Oct-12	Nov-12	Dec-12
Spot	31			
Sept-12		15		
Oct-12			-11	
Nov-12				-6

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

Contracts	Volume	Change	OI	Change
Sept12	22,640	-2,920	22480	2480
Oct 12	17,180	3,040	22030	-930
Nov-12	3,040	700	4640	120
Dec-12	1,310	470	1930	-10

Stocks	Demat	In-Process	Total	FED
	25.8.12	25.8.12	25.8.12	21.8.12
Delhi	1243	0	1243	148
Itarsi	148	0	148	99
Kanpur	1091	0	1091	159
Kota	49	0	247	49
Total	2531	0	2531	455

Wheat Prices at Key Spot Markets:

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Delhi			27-8-2012	25-8-2012	
	Lawrence Road	Mill Quality	1610-1620	1650-1700	-80
	Narella	Mill Delivery Loose	1540-1550	1495-1500	+50
	Najafgarh	Mill Delivery Loose	1525-1540	1550	-10
Gujarat	Rajkot	Mill Delivery	1700	1670	+30
	Ahmedabad	Mill Delivery	1700	1710	-10
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	1600-1650	1600	+50
	Indore	Mill Delivery	1650	1630	+20
Rajasthan	Kota	Mill Quality	1550-1575	1550-1575	Unch
U.P.	Kanpur	Mill Delivery	1525-1530	1525-1530	Unch
Punjab	Khanna	Mill Quality Loose	1350	1350	Unch
Haryana	Karnal	Mill Quality	-	-	-
	Sirsa	Mill Delivery loose	1500	1500	Unch
	Palwal	Mill Quality Loose	1560	-	-
	Panipat	Mill Quality Loose	-	-	-
	Hodal	Mill Quality loose	1530	1500	+30
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1700	1700	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1700	1700	Unch

Wheat Arrivals in Key Centers

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			27-8-2012	25-8-2012	
	Lawrence Road	Mill Quality	12000	22000	-10000
	Narella	Mill Delivery Loose	1200	500	+700
	Nazafgarh	Mill Delivery Loose	400	1000	-600
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-

M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	20000	20000	Unch
U.P.	Kanpur	Mill Delivery	-	-	-
Punjab	Khanna	Mill Quality Loose	500	600	-100
Haryana	Karnal	Mill Delivery Loose	-	-	-
	Sirsa	Mill Quality Loose	400	400	Unch
	Panipat	Mill Quality Loose	-	-	-
	Palwal	Mill Quality Loose	100	-	-
	Hodal	Mill Delivery loose	100	50	+50

Wheat Product Price

Wheat Products Delhi	27-8-2012	25-8-2012	Change
Atta (50kg) Ordinary	845	845	Unch
Maida Grade 1 (90kg)	1833	1833	Unch
Maida Grade 1 (50KG)	1000	1000	Unch
Suji (50kg)	1035	1035	Unch
Chokar (50 kg)	578	578	Unch
Chokar (34 kg)	382	382	Unch
Chakki Atta (50kg)	880	880	Unch
Chakki Atta (50kg) Special	855	855	Unch
Chakki Atta (90kg) Superfine	1582	1582	Unch
Chakki Atta (50kg) Superfine	860	860	Unch

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