

**Wheat Domestic Fundamentals:**

- Government will be releasing 10 lakh tonnes of wheat in open market next month which will considerably bring down the prices in spot market.
- Exporters will not buy wheat from open market in coming days as Pakistan is offering lower export prices as compared to India.
- 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.
- To check the rising wheat prices NCDEX has imposed additional 10% deposit money (margin), which makes the total margin 23%.

**Wheat International Fundamental:**

- Pakistan is offering wheat to international buyers at lower price than India and it might keep Indian exporter at bay for a while till Pakistan's exportable surplus is exhausted.
- Globally wheat prices has fallen in previous days as Russia is selling wheat aggressively and the rain showers in drought affected US wheat belt has eased fears of global shortage and the rains brought by storm Isaac can fasten the planting of US winter wheat planting for next month.
- 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.
- 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  | -40 | 1,599 | 1,610 | 1,589 | 1,606 |
| Oct-12   | -40 | 1,582 | 1,590 | 1,571 | 1,578 |
| Nov-12   | -41 | 1,595 | 1,602 | 1,584 | 1,593 |
| Dec-12   | -35 | 1,599 | 1,609 | 1,596 | 1,601 |

**CBOT Wheat Futures: Date: 28.08.2012**

| Contract | +/-   | Open   | High   | Low    | Close  |
|----------|-------|--------|--------|--------|--------|
| Sep-12   | -7.25 | 862.50 | 869.00 | 851.50 | 854.75 |
| Dec-12   | -5.75 | 881.25 | 889.50 | 871.25 | 875.50 |
| Mar-13   | -5.50 | 892.00 | 899.25 | 882.75 | 886.50 |
| May-13   | -1.00 | 885.00 | 889.75 | 875.25 | 882.25 |
| Jul-13   | -1.75 | 847.00 | 854.75 | 841.75 | 847.50 |

| Spread  | Sept-12 | Oct-12 | Nov-12 | Dec-12 |
|---------|---------|--------|--------|--------|
| Spot    | 119     |        |        |        |
| Sept-12 |         | -28    |        |        |
| Oct-12  |         |        | 15     |        |
| Nov-12  |         |        |        | 8      |

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

| Contracts | Volume | Change | OI     | Change |
|-----------|--------|--------|--------|--------|
| Sept12    | 24,190 | 170    | 16,490 | -3,160 |
| Oct 12    | 24,030 | 4,350  | 19,450 | -2,770 |
| Nov-12    | 6,040  | 4,420  | 5,070  | 610    |
| Dec-12    | 2,070  | 1,320  | 2,320  | 230    |

| Stocks | Demat   | In-Process | Total   | FED     |
|--------|---------|------------|---------|---------|
|        | 28-8-12 | 28-8-12    | 28-8-12 | 27.8.12 |
| Delhi  | 19      | 0          | 19      | 19      |
| Itarsi | 98      | 0          | 98      | 98      |
| Kanpur | 100     | 0          | 100     | 100     |
| Kota   | 49      | 0          | 49      | 49      |

**Wheat Prices at Key Spot Markets:**

| Centre    | Market                     | Variety                           | Prices (Rs/Qtl) |           | Change |
|-----------|----------------------------|-----------------------------------|-----------------|-----------|--------|
| Delhi     |                            |                                   | 29-8-2012       | 28-8-2012 |        |
|           | Lawrence Road              | Mill Quality                      | 1650-1725       | 1670      | +55    |
|           | Narella                    | Mill Delivery Loose               | -               | 1590-1600 | -      |
|           | Najafgarh                  | Mill Delivery Loose               | -               | 1590-1600 | -      |
| Gujarat   | Rajkot                     | Mill Delivery                     | 1700            | 1720      | -20    |
|           | Ahmedabad                  | Mill Delivery                     | 1720            | 1710      | +10    |
| M.P.      | Bhopal                     | Mill Quality Loose (Lokwan Price) | 1600-1700       | 1600-1700 | Unch   |
|           | Indore                     | Mill Delivery                     | 1680-1700       | 1650      | +50    |
| Rajasthan | Kota                       | Mill Quality                      | 1500            | 1550-1575 | -75    |
| U.P.      | Kanpur                     | Mill Delivery                     | 1525-1550       | 1520-1525 | +25    |
| Punjab    | Khanna                     | Mill Quality Loose                | 1420            | 1410      | +10    |
| Haryana   | Karnal                     | Mill Quality                      | -               | -         | -      |
|           | Sirsa                      | Mill Delivery loose               | 1500            | 1525      | -25    |
|           | Palwal                     | Mill Quality Loose                | 1600            | 1630      | -30    |
|           | Panipat                    | Mill Quality Loose                | -               | -         | -      |
|           | Hodal                      | Mill Quality loose                | 1550            | 1580      | -30    |
| FOR       | Kandla(Rajasthan-Kota)     | Mill Quality                      | 1680            | 1700      | -20    |
|           | Gandhidham(Rajasthan-Kota) | Mill Quality                      | 1680            | 1700      | -20    |

**Wheat Arrivals in Key Centers**

| Centre  | Market        | Variety             | Arrivals (Bags/Qtl) |           | Change |
|---------|---------------|---------------------|---------------------|-----------|--------|
| Delhi   |               |                     | 29-8-2012           | 28-8-2012 |        |
|         | Lawrence Road | Mill Quality        | 10000               | 12000     | -2000  |
|         | Narella       | Mill Delivery Loose | -                   | 500       | -      |
|         | Nazafgarh     | Mill Delivery Loose | -                   | 250       | -      |
| Gujarat | Rajkot        | Mill Delivery       | -                   | -         | -      |
|         | Ahmadabad     | Mill Delivery       | -                   | -         | -      |

|                  |                |  |      |       |               |
|------------------|----------------|--|------|-------|---------------|
| <b>M.P.</b>      | <b>Bhopal</b>  | <b>Mill Quality Loose (Lokwan Price)</b> | -    | -     | -             |
|                  | <b>Indore</b>  | <b>Mill Delivery</b>                     | -    | -     | -             |
| <b>Rajasthan</b> | <b>Kota</b>    | <b>Mill Quality</b>                      | 6000 | 20000 | <b>-14000</b> |
| <b>U.P.</b>      | <b>Kanpur</b>  | <b>Mill Delivery</b>                     | -    | -     | -             |
| <b>Punjab</b>    | <b>Khanna</b>  | <b>Mill Quality Loose</b>                | 700  | 700   | <b>Unch</b>   |
| <b>Haryana</b>   | <b>Karnal</b>  | <b>Mill Delivery Loose</b>               | -    | -     | -             |
|                  | <b>Sirsa</b>   | <b>Mill Quality Loose</b>                | 300  | 200   | <b>+100</b>   |
|                  | <b>Panipat</b> | <b>Mill Quality Loose</b>                | -    | -     | -             |
|                  | <b>Palwal</b>  | <b>Mill Quality Loose</b>                | 150  | 50    | <b>+100</b>   |
|                  | <b>Hodal</b>   | <b>Mill Delivery loose</b>               | 200  | 200   | <b>Unch</b>   |

### Wheat Product Price

| Wheat Products Delhi                | 29-8-2012 | 28-8-2012 | Change     |
|-------------------------------------|-----------|-----------|------------|
| <b>Atta (50kg) Ordinary</b>         | 870       | 845       | <b>+25</b> |
| <b>Maida Grade 1 (90kg)</b>         | 1858      | 1833      | <b>+25</b> |
| <b>Maida Grade 1 (50KG)</b>         | 1025      | 1000      | <b>+25</b> |
| <b>Suji (50kg)</b>                  | 1075      | 1050      | <b>+25</b> |
| <b>Chokar (50 kg)</b>               | 596       | 590       | <b>+6</b>  |
| <b>Chokar (34 kg)</b>               | 394       | 391       | <b>+3</b>  |
| <b>Chakki Atta (50kg)</b>           | 905       | 880       | <b>+25</b> |
| <b>Chakki Atta (50kg) Special</b>   | 880       | 855       | <b>+25</b> |
| <b>Chakki Atta (90kg) Superfine</b> | 1607      | 1582      | <b>+25</b> |
| <b>Chakki Atta (50kg) Superfine</b> | 885       | 860       | <b>+25</b> |

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