

Wheat Domestic Fundamentals:

- **Wheat area in Punjab, Haryana, Uttar Pradesh and Bihar is likely to** be stable like previous year. So there is no fear of any major decrease in total area coverage this year. However, temperature in Feb, March and April will be very crucial for deciding the final size of the crop. Weather remained favorable throughout the season last year and so India could realized the highest yield. Repeat of same weather condition is unlikely this year and resultantly the yield too. However, overall area may exceed 290 lakh ha this year.
- **Domestic wheat markets continued to trade range bound due to lower demand** from bulk users like flour miller, exporters. Despite higher allocation through various channels upward correction is being seen in bench mark markets. Prices of wheat in Rajasthan, Delhi, M.P., and Gujarat have improved to some extent. However, one sided uptrend is unlikely as higher allocation and expectation of higher area coverage may restrict gain further. Sowing will start in the middle of this month. Area coverage is likely to be stable this year too or may exceed from last year to some extent.

Wheat International Fundamental:

- **We expect wheat prices to go up in the international market at least** by \$20 to \$25 per metric T from current level and it should trade in the range of \$340 to 375 per T in Nov and Dec on back of lower IGC production estimate, likely the lowest carryout stock in the US and dwindling exportable surplus in black sea regions. World wheat crop is still vulnerable to rough weather and any shortfall in major producing countries may spike price beyond expectation. Current global market fundamental is strong and firmness seems very much in sight in the medium term.

Domestic market Outlook:

Demand from bulk users is expected in the mid of this month and it may support wheat market fundamentals.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Oct-12	59	1,500	1,551	1,494	1,551	6,330	5,370	6,210	1,800
Nov-12	33	1,516	1,554	1,515	1,545	17,080	6,620	10,920	-560
Dec-12	36	1,522	1,551	1,518	1,548	4,270	2,230	5,400	140
Jan-13	35	1,510	1,545	1,507	1,532	180	-40	230	0

Spread	Oct-12	Nov-12	Dec-12	Jan-13
Spot	9			
Oct-12		-6		
Nov-12			3	
Dec-12				-16

Stocks	Demat	In- Process	Total	FED
	6/10/2012	6/10/2012	6/10/2012	3/10/2012
Delhi	-	-	-	-
Itarsi	98	0	98	98
Kanpur	-	-	-	-
Kota	-	-	-	-

CBOT Wheat Futures: Date: 5.10.2012

Contract	+/-	Open	High	Low	Close
Dec-12	-11.75	870	872.75	856.25	857.5
Mar-13	-11.00	879.75	883	867.25	868.75
May-13	-10.25	878.5	879.75	868.25	869.5
Jul-13	-3.50	843	846	837.75	840.25
Sept-13	-2.75	842.5	849	842.5	844

Wheat Daily prices and Arrival On 08.10.2012

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			10/8/2012	10/6/2012	
Delhi					
	Lawrence Road	Mill Quality	1560	1500	60
	Nazafgarh	Mill Delivery Loose	1500	1420	80
	Narella	Mill Delivery Loose	1485	1420	65
Gujarat	Rajkot	Mill Delivery	1525	1510	15
	Ahmedabad	Mill Delivery	1560	1540	20
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	1575	1550	25
	Indore	Mill Delievery	1510	1450	60
Rajasthan	Kota	Mill Quality	1375	1400	-25
U.P.	Kanpur	Mill Delivery	1450	1425	25
Punjab	Khanna	Mill Quality Loose	1380	1380	Unch
Haryana	Sirsa	Mill Delivery loose	1415	1390	25
	Hodal	Mill Quality loose	-	1370	-
	Palwal	Mill Quality Loose	1440	-	-
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality	-	-	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1550	1550	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1550	1550	Unch

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			10/8/2012	10/6/2012	
	Lawrence Road	Mill Quality	7000	4000	3000
	Nazafgarh	Mill Delivery Loose	300	200	100
	Narella	Mill Delivery Loose	500	700	-200
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	5000	4000	1000
U.P.	Kanpur	Mill Delivery	-	-	-
Punjab	Khanna	Mill Quality Loose	600	200	400
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Delivery loose	-	100	-
	Palwal	Mill Quality Loose	20	-	-
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	10/8/2012	10/6/2012	Change
Atta (50kg) Ordinary	870	870	Unch
Maida Grade 1 (90kg)	1878	1878	Unch
Maida Grade 1 (50KG)	1025	1025	Unch
Suji (50kg)	1075	1075	Unch
Chokar (50 kg)	625	625	Unch
Chokar (34 kg)	399	395	4
Chakki Atta (50kg)	905	905	Unch
Chakki Atta (50kg) Special	880	880	Unch
Chakki Atta (90kg) Superfine	1627	1627	Unch
Chakki Atta (50kg) Superfine	885	885	Unch

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