

Wheat Domestic Fundamentals:

- Wheat Cash market is likely to rule under pressure on increasing possibility of higher allocation over and above normal allocation in the current marketing year. Higher supply and better crop prospects once again higher carry out stock will continue to depress prices in cash market.
- Private trade and rake loading business have come down on bearish outlook ahead. Stockiest and brokers are unwilling to strike fresh business. We expect fresh deals once market stabilizes.
- Farmers in major wheat growing areas are engaged in field preparation and sowing will start in full swing at the end of this month. Weather remains favourable for wheat sowing and ample moisture level in field will ensure good crop this year too.
- Malaysia is interested to import wheat through diplomatic channel on long term basis. Currently, it is importing Indian wheat through private channel on limited basis. Wheat exports from India have picked up on rising demand amid squeeze in global supplies. Better crop prospect once again and higher stock level in central pool have encouraged govt. to eye on possible buyers and attract them by ensuring regular supply with assured quality and quantity.

Wheat International Fundamental:

- Russia has completed Winter wheat sowing is expecting 50-55 million tonnes of wheat in 2013-2014, up from 40 million tonne this year.
- Grain traders are speeding up shipments of Ukrainian wheat to take advantage of high global prices and because they fear export curbs are just around the corner. Ukraine exports more than 60 percent of its grain to the Middle East and North Africa it's the biggest clients being Saudi Arabia, Egypt and Israel

Domestic market Outlook:

We expect prices to be steady to weak in the weeks ahead due to anticipation of wheat release by government.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Oct-12	29	1,561	1,585	1,561	1,585	250	-1,080	3,950	-180
Nov-12	15	1,536	1,550	1,532	1,548	4,830	230	16,750	1,380
Dec-12	7	1,545	1,556	1,544	1,551	1,560	-650	7,400	280
Jan-13	9	1,550	1,560	1,533	1,558	150	-70	1,000	70

Spread	Oct-12	Nov-12	Dec-12	Jan-13
Spot	5			
Oct-12		-37		
Nov-12			3	
Dec-12				7

Stocks	Demat	In-Process	Total	FED
	17/10/2012	17/10/2012	17/10/2012	15/10/2012
Delhi	-	-	-	-
Itarsi	98	0	98	98
Kanpur	-	-	-	-
Kota	1034	0	1134	837

CBOT Wheat Futures: Date: 18.10.2012

Contract	+/-	Open	High	Low	Close
Dec-12	+8.50	847.75	858	845.5	856.25
Mar-13	+8.50	861	870.5	858	868.75
May-13	+7.75	865	872.75	862	871.75
Jul-13	+4.00	832.25	838.75	832	836.75
Sept-13	+4.00	841.5	842.5	837.25	841.25

Wheat Daily prices and Arrival On 18.10.2012

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			10/18/2012	10/17/2012	
Delhi					
	Lawrence Road	Mill Quality	1590	1600	-10
	Nazafgarh	Mill Delivery Loose	1525	-	-
	Narella	Mill Delivery Loose	1570	-	-
Gujarat	Rajkot	Mill Delivery	1550	1550	Unch
	Ahmedabad	Mill Delivery	1600	1600	Unch
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	1425	1400	25
	Indore	Mill Delievery	1580	1600	-20
Rajasthan	Kota	Mill Quality	1475	1480	-5
U.P.	Kanpur	Mill Delivery	1475	1475	Unch
Punjab	Khanna	Mill Quality Loose	1430	1410	20
Haryana	Sirsa	Mill Delivery loose	1465	1465	Unch
	Palwal	Mill Quality Loose	-	-	-
	Hodal	Mill Quality loose	-	-	-
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality	-	-	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1580	1575	5
	Gandhidham(Rajasthan-Kota)	Mill Quality	1580	1575	5

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			10/18/2012	10/17/2012	
Delhi					
	Lawrence Road	Mill Quality	10000	15000	-5000
	Nazafgarh	Mill Delivery Loose	250	-	-
	Narella	Mill Delivery Loose	500	-	-
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-

M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	3000	4000	-1000
U.P.	Kanpur	Mill Delivery	500	700	-200
Punjab	Khanna	Mill Quality Loose	400	500	-100
Haryana	Sirsa	Mill Quality Loose	200	500	-300
	Palwal	Mill Quality Loose	-	-	-
	Hodal	Mill Delivery loose	-	-	-
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	10/18/2012	10/17/2012	Change
Atta (50kg) Ordinary	875	870	5
Maida Grade 1 (90kg)	1878	1878	Unch
Maida Grade 1 (50KG)	1025	1025	Unch
Suji (50kg)	1090	1085	5
Chokar (50 kg)	630	625	5
Chokar (34 kg)	420	417	3
Chakki Atta (50kg)	905	905	Unch
Chakki Atta (50kg) Special	895	880	15
Chakki Atta (90kg) Superfine	1654	1627	27
Chakki Atta (50kg) Superfine	900	885	15

DISCLAIMER

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp> © 2005 Indian Agribusiness Systems Pvt. Ltd.