

Wheat Domestic Fundamentals:

- No rake business was reported and market is likely to trade steady due to holidays and festive season.
- Wheat market improved slightly on the back of higher demand from flour millers ahead of continuous festivals in the weeks ahead. Wheat prices are likely to remain supportive following the improved pace of demand in the short term despite govt.'s intention to offload more wheat in domestic market in current financial year. However, medium term outlook depends on additional allocated quantity on month basis. Govt. may offload 7 million tonnes of wheat in the rest of the current MY.
- Stock in private hands and with farmers is believed to be at lower level and bulk/medium consumers are totally dependent on govt.'s release. Any aberration in release mechanism may create short supply in the domestic market, especially at consuming centers and may support prices further. Thus overall sentiment and directional move depend on govt's strategy of allocation and price for OMSS

Wheat International Fundamental:

- Wheat production in Australia, the world's second-biggest shipper, will probably decline 28 percent to the lowest level in five years, missing a government estimate, after dry weather reduced yields. The harvest will total 21.2 million metric tons in the 2012-2013 marketing year. That compares with 23.25 million tons in a survey last month and an official forecast of 22.5 million tons. The crop was a record 29.5 million tons last year.
- Owing to bumper crops during last four years, Pakistan has become a wheat surplus and exporting country, as the traders have exported the wheat during recent months. "During the current year, the public sector wheat stocks were 9.30 million ton including current procurement of 5.79 million ton and last year carry-over stocks of 3.51 million ton.

Domestic market Outlook:

We expect prices to rule steady to slightly weak on increasing possibility of higher allocation from govt.'s stock. Crop prospect seems very good.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Oct-12	5	1,590	1,600	1,541	1,589	3,800	0	920	0
Nov-12	2	1,534	1,555	1,534	1,539	4,150	-1,290	16,960	-680
Dec-12	-5	1,549	1,561	1,541	1,542	2,030	-950	8,510	-270
Jan-13	-10	1,555	1,567	1,540	1,540	230	-330	1,150	-30

Spread	Oct-12	Nov-12	Dec-12	Jan-13
Spot	1			
Oct-12		-50		
Nov-12			3	
Dec-12				-2

Stocks	Demat	In- Process	Total	FED
	22/10/2012	22/10/2012	22/10/2012	22/10/2012
Delhi	-	-	-	-
Itarsi	98	0	98	98
Kanpur	-	-	-	-
Kota	1034	0	1034	1034

CBOT Wheat Futures: Date: 24.10.2012

Contract	+/-	Open	High	Low	Close
Dec-12	+5.75	873.00	884.50	871.50	878.25
Mar-13	+6.50	883.00	895.75	883.00	890.25
May-13	+6.75	888.75	898.00	886.75	893.50
Jul-13	+8.25	847.25	859.25	847.25	856.50
Sept-13	+9.75	858.25	863.00	852.00	861.75

Wheat Daily prices and Arrival On 25.10.2012

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			10/23/2012	10/25/2012	
Delhi	Lawrence Road	Mill Quality	1590	1590	Unch
	Nazafgarh	Mill Delivery Loose	1525	1525	Unch
	Narella	Mill Delivery Loose	1525	1525	Unch
Gujarat	Rajkot	Mill Delivery	1560	-	-
	Ahmedabad	Mill Delivery	1625	-	-
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	1400	-	-
	Indore	Mill Delievery	1600	1600	Unch
Rajasthan	Kota	Mill Quality	1450	1450	Unch
U.P.	Kanpur	Mill Delivery	1510	1500	10
Punjab	Khanna	Mill Quality Loose	1425	1450	-25
Haryana	Sirsa	Mill Delivery loose	1490	1485	5
	Palwal	Mill Quality Loose	-	-	-
	Hodal	Mill Quality loose	-	-	-
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality	-	-	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1575	1580	-5
	Gandhidham(Rajasthan-Kota)	Mill Quality	1575	1580	-5

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			10/23/2012	10/25/2012	
Delhi	Lawrence Road	Mill Quality	6000	8000	-2000
	Nazafgarh	Mill Delivery Loose	200	300	-100
	Narella	Mill Delivery Loose	300	400	-100
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	-	-	-

	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	3000	3000	Unch
U.P.	Kanpur	Mill Delivery	400	600	-200
Punjab	Khanna	Mill Quality Loose	400	200	200
Haryana	Sirsa	Mill Quality Loose	300	200	100
	Palwal	Mill Quality Loose		-	-
	Hodal	Mill Delivery loose	-	-	-
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	10/23/2012	10/25/2012	Change
Atta (50kg) Ordinary	885	885	Unch
Maida Grade 1 (90kg)	1878	1878	Unch
Maida Grade 1 (50KG)	1025	1025	Unch
Suji (50kg)	1100	1100	Unch
Chokar (50 kg)	630	630	Unch
Chokar (34 kg)	420	420	Unch
Chakki Atta (50kg)	905	905	Unch
Chakki Atta (50kg) Special	895	895	Unch
Chakki Atta (90kg) Superfine	1654	1654	Unch
Chakki Atta (50kg) Superfine	900	900	Unch

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