

Wheat Domestic Fundamentals:

- Despite of firmness in future market wheat cash market continues to rule lower due to weak fundamental and increasing possibility of higher release for OMSS Diwali onwards.
- Private exporters are in wait and watch mode and are waiting for stabilization in cash market.
- Likely higher release for OMSS and other scheme might drag down wheat price in the weeks ahead.
- Wheat cash market traded slightly lower at this weekend on the back of unchanged MSP for wheat this season. Sowing is about to start and weather remains favourable for wheat sowing. Paddy fields are being prepared for wheat sowing in Punjab and Haryana while farmers will sow wheat in cane field in UP. Sowing activity is likely to increase after Diwali in major growing regions.
- Sowing has started in Rajasthan, Delayed start of sowing may hamper normal yield as agri experts see it. Area is likely to be higher over 286 lakh ha. this year and production is expected over 90 million tonnes at this point of time. However, it is too early to predict the final size of the crop.
- Wheat export from India will continue through private and public channels and we expect 4.5 million T export this year. Price realization on FOB basis will remain in the range of \$310 \$ 325 per tonne.

International Market Update:

- Russia's 2012 wheat crop will lag official estimates by 6 percent and reach just over 37 million tonnes after hot and dry weather damaged this year's harvest, analysts said on Thursday, compared to last year's outcome of 56.2 million tonnes
- Global wheat production is expected to decline to 658.73 MMT against 695.69 MMT estimated last year. Weather remains key factor to influence wheat prices. Further shortfall in any region may drive prices higher than current expectation.

Domestic market Outlook: We expect prices to rule steady to slightly weak on increasing possibility of higher allocation from govt.'s stock and unchanged MSP for this crop year.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Nov-12	30	1,563	1,589	1,562	1,589	6,720	1,080	11,820	-650
Dec-12	32	1,561	1,589	1,557	1,589	10,780	-580	15,570	910
Jan-13	35	1,555	1,593	1,555	1,593	3,050	1,560	2,960	580
Feb-13	14	1,555	1,569	1,555	1,569	160	80	590	-10

Spread	Nov-12	Dec-12	Jan-13	Feb-13
Spot	11			
Nov-12		0		
Dec-12			4	
Jan-13				-24

Stocks	Demat	In- Process	Total	FED
	03/11/2012	03/11/2012	03/11/2012	29/10/2012
Delhi	-	-	-	-
Itarsi	98	0	98	98
Kanpur	-	-	-	-
Kota	1034	0	1034	1034

CBOT Wheat Futures: Date: 02.11.2012

Contract	+/-	Open	High	Low	Close
Dec-12	-4.00	867.25	873.75	858.75	864.50
Mar-13	-4.75	882.50	888.50	873.50	878.50
May-13	-4.75	885.00	895.25	880.50	885.50
Jul-13	-2.25	875.00	881.50	868.25	875.00
Sept-13	-2.50	880.00	888.25	878.00	883.00

Wheat Daily prices and Arrival On 05.10.2012

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			05-11-2012	03-11-2012	
Delhi					
	Lawrence Road	Mill Quality	1600	1610	-10
	Nazafgarh	Mill Delivery Loose	1520	1550	-30
Gujarat	Narella	Mill Delivery Loose	1550	1560	-10
	Rajkot	Mill Delivery	1640	1650	-10
	Ahmedabad	Mill Delivery	1630	1670	-40
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	1625	1700	-75
	Indore	Mill Delievery	1600	1620	-20
Rajasthan	Kota	Mill Delivery	1475	1575	-100
U.P.	Kanpur	Mill Delivery	1520	1500	20
Punjab	Khanna	Mill Quality Loose	1450	1450	Unch
Haryana	Sirsa	Mill Delivery loose	1525	1525	Unch
	Palwal	Mill Quality Loose	-	-	-
	Hodal	Mill Quality loose	-	-	-
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality	-	-	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1650	1655	-5
	Gandhidham(Rajasthan-Kota)	Mill Quality	1650	1655	-5

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			05-11-2012	03-11-2012	
Delhi					
	Lawrence Road	Mill Quality	6000	10000	-4000
	Nazafgarh	Mill Delivery Loose	160	200	-40
	Narella	Mill Delivery Loose	250	250	Unch
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	-	-	-

	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	7000	4000	3000
U.P.	Kanpur	Mill Delivery	800	600	200
Punjab	Khanna	Mill Quality Loose	300	500	-200
Haryana	Sirsa	Mill Quality Loose	200	300	-100
	Palwal	Mill Quality Loose	-	-	-
	Hodal	Mill Delivery loose	-	-	-
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	05-11-2012	03-11-2012	Change
Atta (50kg) Ordinary	885	885	Unch
Maida Grade 1 (90kg)	1878	1888	-10
Maida Grade 1 (50KG)	1025	1025	Unch
Suji (50kg)	1100	1100	Unch
Chokar (50 kg)	671	661	10
Chokar (34 kg)	447	442	5
Chakki Atta (50kg)	905	905	Unch
Chakki Atta (50kg) Special	905	905	Unch
Chakki Atta (90kg) Superfine	1672	1672	Unch
Chakki Atta (50kg) Superfine	910	910	Unch

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