

Wheat Domestic Fundamentals:

- The cabinet is ready to offload more wheat through OMSS and decision is expected next week any time. Quantity in question may be 60 to 70 lakh tones for December and January.
- Hefty burden of wheat stock (Over 40 million Tonne as on Nov.1st, 2012), possibility of bumper crop once again and the ongoing paddy procurement have encouraged govt. to offload more wheat in time and check spiraling prices in the cash market.
- Flour mills associations have been demanding higher allocation for OMSS as demand for Diwali and Christmas could be met easily. Disparity in prices for various centers like Kerala and Tamil Nadu (Rs 1580 and 1523 per qtl.) for flour millers should be minimized.
- We expect wheat prices to come down with release for OMSS next week and availability will increase. Govt. may allow private trade to export from central pool and it will help stabilizing the prices in the cash market as private trades/exporters will be able to source wheat directly from public stock. Decision over it is expected after Diwali.
- Export from India will continue with better pace as PSU are active with better price realization in the range of around \$310 to \$315per MT.

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	28	1,599	1,610	1,589	1,603	2,120	-4,600	10,070	-1,750
Dec-12	3	1,582	1,592	1,577	1,585	6,920	-3,860	15,400	-170
Jan-13	4	1,587	1,595	1,577	1,587	1,390	-1,660	3,390	430
Feb-13	-3	1,587	1,587	1,560	1,560	110	-50	620	30

Spread	Nov-12	Dec-12	Jan-13	Feb-13
Spot	2			
Nov-12		-18		
Dec-12			2	
Jan-13				-27

Stocks	Demat	In- Process	Total	FED
	05/11/2012	05/11/2012	05/11/2012	05/11/2012
Delhi	-	-	-	-
Itarsi	98	0	98	98
Kanpur	-	-	-	-
Kota	1034	0	1034	1034

CBOT Wheat Futures: Date: 05.11.2012

Contract	+/-	Open	High	Low	Close
Dec-12	+1.50	864.50	875.75	863.00	866.00
Mar-13	+0.75	878.50	889.00	876.75	879.25
May-13	+0.75	885.50	895.00	883.50	886.25
Jul-13	-1.00	875.00	880.00	870.25	874.00
Sept-13	-0.75	885.00	887.00	878.75	882.25

Wheat Daily prices and Arrival On 06.10.2012

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			06-11-2012	05-11-2012	
Delhi					
	Lawrence Road	Mill Quality	1605	1600	5
	Nazafgarh	Mill Delivery Loose	1550	1520	30
	Narella	Mill Delivery Loose	1515	1550	-35
Gujarat	Rajkot	Mill Delivery	1640	1640	Unch
	Ahmedabad	Mill Delivery	1630	1630	Unch
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	1650	1625	25
	Indore	Mill Delievery	1600	1600	Unch
Rajasthan	Kota	Mill Delivery	1525	1475	50
U.P.	Kanpur	Mill Delivery	1520	1520	Unch
Punjab	Khanna	Mill Quality Loose	1450	1450	Unch
Haryana	Sirsa	Mill Delivery loose	1550	1525	25
	Palwal	Mill Quality Loose	-	-	-
	Hodal	Mill Quality loose	-	-	-
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality	-	-	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1650	1650	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1650	1650	Unch

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			06-11-2012	05-11-2012	
Delhi					
	Lawrence Road	Mill Quality	5000	6000	-1000
	Nazafgarh	Mill Delivery Loose	200	160	40
	Narella	Mill Delivery Loose	200	250	-50
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-

M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	-	-	-
	Indore	Mill Delivery	2000	5000	-3000
Rajasthan	Kota	Mill Quality	8000	7000	1000
U.P.	Kanpur	Mill Delivery	800	800	Unch
Punjab	Khanna	Mill Quality Loose	200	300	-100
Haryana	Sirsa	Mill Quality Loose	500	200	300
	Palwal	Mill Quality Loose	-	-	-
	Hodal	Mill Delivery loose	-	-	-
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	06-11-2012	05-11-2012	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)	668	671	-3
Chokar (34 kg)	447	447	Unch
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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