

Wheat Domestic Fundamentals:

- Steady to low sentiments reported at major spot markets and wheat prices have fallen as supply has been increased.
- In Maharashtra wheat has been sown in 113,587 hectares, which is 11.7% of normal Area, at the same time last year wheat was sown in 189,174 hectares. Maharashtra has set sown area target at 10.5 lakh hectares against the normal area 9.67 lakh hectares.
- In Rajasthan wheat has been sown in 621,700 hectares so far, which is 22% of the target area. Last year at the same time wheat was sown in 851,300 hectares. Rajasthan has set target of 28, 00,000 hectares against the last years 29, 35,000 hectares.
- According to PIB (Press Information Bureau), in India so far wheat has been sown in 91.88 lakh hectares as compared to 92.31 lakh hectares same time last year.
- Market is unlikely to take a major dip, despite 6.5 million tonnes of wheat allocation for bulk users. Hike in wheat release price for Rajasthan (Rs 1356 to Rs 1556) and Gujarat (Rs 1421 to Rs 1621) remains supportive to the wheat market fundamentals.
- Although availability of wheat for flour millers will increase. Current allocation is expected to augment supply only for bulk users and they will be able to get sufficient wheat through tender and their dependence on private trade will decrease considerably. However their requirement to source wheat from cash market will remain, though to lesser extent.
- Market participant expect price to move up from current level allocation of almost 16 lakh per month is not sufficient to fulfill entire requirement of flour millers. Stock in private hand and farmers is at a negligible level and all these factors are likely to support price at current level.

International Market Update:

- Ukraine has already exported 5.2 million tonnes of milling wheat and it is in no position to allow export more than 5.5 million tonnes, to protect the domestic prices. Traders anticipate that Ukraine agricultural ministry will ban export as soon as it reached 5.5 million tonne mark.
- There are speculations that Brazil may have bought Wheat from Germany as its traditional supplier Argentina has been suffering from heavy rains since two weeks, reduction in yield and lower production as compared to last year.
- Argentina's government has cut its wheat output forecast, due three months of heavy rains that started in August and flooded key parts of the Pampas farm belt. It is expected that it will produce 11.1 million tonnes of wheat in the 2012-13 crop year, down from the government's previous forecast of 11.5 million tonnes
- Russian wheat stocks are down by 47% Year-on-year basis. Wheat stocks at farms, procurement and processing companies, excluding small farms, fell 47 percent as of Nov. 1, from a year ago level.

Domestic market Outlook: We expect wheat future market to trade Steady to high due to slow pace of sowing, export demand, continued demand for wheat products and increased price of wheat release at various centers under OMSS.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Dec-12	0	1,597	1,607	1,596	1,599	2,680	-4,840	22,300	-600
Jan-13	4	1,596	1,602	1,596	1,598	1,060	-890	12,440	280
Feb-13	-1	1,586	1,591	1,585	1,585	230	-560	3,190	160
Mar-13	-4	1,490	1,492	1,490	1,492	30	-30	220	40

Spread	Dec-12	Jan-13	Feb-13	Mar-13
Spot	-24			
Dec-12		-1		
Jan-13			-13	
Feb-13				-93

Stocks	Demat	In- Process	Total	FED
	23/11/2012	23/11/2012	23/11/2012	19/11/2012
Delhi	-	-	-	-
Itarsi	10	0	10	98
Kanpur	-	-	-	-
Kota	3258	400	3508	2930

CBOT Wheat Futures: Date: 23.11.2012

Contract	+/-	Open	High	Low	Close
Dec-12	+2.50	849.75	853.75	845.25	847.75
Mar-13	+1.75	862.00	867.50	859.25	861.50
May-13	+2.00	869.75	873.50	866.00	868.00
Jul-13	+2.75	854.50	857.75	852.25	854.25
Sept-13	+1.75	860.00	864.50	858.75	860.50

Wheat Daily prices and Arrival On 24.11.2012

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			11/24/2012	11/23/2012	
Delhi					
	Lawrence Road	Mill Quality	1575	1580	-5
	Nazafgarh	Mill Delivery Loose	1525	1550	-25
	Narella	Mill Delivery Loose	1535	1520	15
Gujarat	Rajkot	Mill Delivery	1675	1675	Unch
	Ahmedabad	Mill Delivery	1720	1725	-5
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	1750	1750	Unch
	Indore	Mill Delievery	-	1610	-
Rajasthan	Kota	Mill Delivery	1620	1625	-5
U.P.	Kanpur	Mill Delivery	1535	1550	-15

Punjab	Khanna	Mill Quality Loose	1480	1480	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	-	-	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	-	-	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			11/24/2012	11/23/2012	
	Lawrence Road	Mill Quality	2000	250	1750
	Nazafgarh	Mill Delivery Loose	200	300	-100
	Narella	Mill Delivery Loose	150	150	Unch
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	-	-	-
	Indore	Mill Delivery	-	1500	-
Rajasthan	Kota	Mill Quality	4000	7000	-3000
U.P.	Kanpur	Mill Delivery	600	600	Unch
Punjab	Khanna	Mill Quality Loose	400	600	-200
Haryana	Sirsa	Mill Quality Loose	100	200	-100
	Palwal	Mill Quality Loose	-	-	-
	Hodal	Mill Delivery loose	-	-	-
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	11/24/2012	11/23/2012	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)	713	713	Unch
Chokar (34 kg)	479	479	Unch
Chakki Atta (50kg)	905	905	Unch
Chakki Atta (50kg) Special	910	910	Unch
Chakki Atta (90kg) Superfine	1700	1700	Unch
Chakki Atta (50kg) Superfine	930	930	Unch

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