

Wheat Domestic Fundamentals:

- **Wheat cash market stayed steady** on balanced supply demand side on Saturday. Steady domestic demand and supply are keeping wheat and flour prices stable. Wheat prices have been ruling unchanged since last one week despite fresh higher allocation for export. We expect prices to rule range bound at current level.
- **In a latest development, the Government** has rejected a top foodgrain pricing panel's(CACP) recommendation of keeping wheat MSP unchanged at previous year's level . The Government has asked the Commission for Agricultural Costs and Prices (CACP) to rework the minimum support price (MSP) of wheat for 2012-13 keeping in mind the rise of cost of inputs such as fertilizer and diesel.
- **This means farmers may receive** more price for wheat either in way of higher MSP or through bonus. The cost of wheat production has gone up to Rs 1128 per qtl. against Rs 927 per qtl. last year. The MSP for wheat in 2010-11 was Rs 1,120 per quintal when the cost of production was Rs 826.
- **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.

International Market Update:

- **The IGC, in a monthly report, forecast a global** wheat crop of 654 million tonnes in 2012/13, down one million tonnes from its previous estimate and now 41 million below the prior season after drought cut output in the Black Sea region. The latest cut reflected minor revisions for Australia (21.5 million tonnes from 22.0 million) and the European Union (130.3 million from 130.6 million).
- **Given high prices, the total wheat harvested area** for 2013/14 is set to increase by 2 percent, although conditions for parts of the US are a concern," the IGC said. In the US Plains, hard red winter wheat is suffering, entering its dormancy period in historically bad condition and raising concerns about yield prospects.

Domestic market Outlook: Wheat prices are likely to trade range bound at current level. Sowing status has improved considerably and the latest winter rains are considered beneficial to the crop.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Dec-12	4	1,601	1,615	1,601	1,612	5,510	-4,660	16,110	-1,350
Jan-13	0	1,585	1,595	1,585	1,593	4,940	-270	14,920	1,490
Feb-13	-2	1,578	1,584	1,571	1,578	410	-30	3,460	-50
Mar-13	-7	1,485	1,487	1,485	1,493	380	260	290	60

Spread	Dec-12	Jan-13	Feb-13	Mar-13
Spot	-32			
Dec-12		-19		
Jan-13			-10	
Feb-13				-96

Stocks	Demat	In- Process	Total	FED
	29/11/2012	29/11/2012	29/11/2012	27/11/2012
Delhi	-	-	-	-
Itarsi	10	0	10	10
Kanpur	-	-	-	-
Kota	3757	0	3757	3658

CBOT Wheat Futures: Date: 30.11.2012

Contract	+/-	Open	High	Low	Close
Dec-12	-24.5	869.75	869.75	844	844.75
Mar-13	-22	886	887	862.5	863.5
May-13	-21	893.25	893.25	871.25	872
Jul-13	-16	885.25	886.75	868.75	870.5
Sept-13	-12.75	890.25	892.25	877	878.75

Wheat Daily prices and Arrival On 01.12.2012

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			01-12-2012	30-11-2012	
Delhi	Lawrence Road	Mill Quality	1575	1575	Unch
	Nazafgarh	Mill Delivery Loose	1540	1545	-5
	Narella	Mill Delivery Loose	1520	1535	-15
Gujarat	Rajkot	Mill Delivery	1700	1700	Unch
	Ahmedabad	Mill Delivery	1715	1720	-5
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	1700	1700	Unch
	Indore	Mill Delievery	1600	1600	Unch
Rajasthan	Kota	Mill Delivery	1611	1580	31
U.P.	Kanpur	Mill Delivery	1540	1525	15
Punjab	Khanna	Mill Quality Loose	1450	1460	-10
Haryana	Sirsa	Mill Delivery loose	1535	1535	Unch
	Palwal	Mill Quality Loose	-	-	-
	Hodal	Mill Quality loose	-	-	-
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality	-	-	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1741	1690	51
	Gandhidham(Rajasthan-Kota)	Mill Quality	1741	1690	51

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			01-12-2012	30-11-2012	
Delhi					

	Lawrence Road	Mill Quality	2000	2000	Unch
	Nazafgarh	Mill Delivery Loose	300	150	150
	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	-	-	-
Rajasthan	Kota	Mill Quality	3500	5000	-1500
U.P.	Kanpur	Mill Delivery	400	600	-200
Punjab	Khanna	Mill Quality Loose	500	600	-100
Haryana	Sirsa	Mill Quality Loose	300	400	-100
	Palwal	Mill Quality Loose	-	-	-
	Hodal	Mill Delivery loose	-	-	-
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	01-12-2012	30-11-2012	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)	678	683	-5
Chokar (34 kg)	467	470	-3
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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