

Wheat Domestic Fundamentals:

- Supply pressure from government stock is likely to continue and market is likely to trade steady to low. Millers have already fulfilled their immediate requirement through tenders in various states and it will continue to pressurize market in near term. However fresh enquiry from exporters as well as firm international prices may support cash wheat market at lower level. So any major dip is unlikely.
- Indian wheat can fill the gap of demand and supply in international market and can help global prices to stabilize. In July government has approved 2 million tonnes of wheat export out of which around 1.83 million tonnes was exported and few days ago government has now allowed 2.5 million tonnes of wheat export. PSU's has got bids at par and over CBOT future price and this trend is expected in days ahead.
- In a latest development, the Government has rejected a top food grain 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.
- In Maharashtra wheat has been sown in 190,979 hectares, which is 19.7% of normal Area, at the same time last year wheat was sown in 250,888 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 153,270 hectares so far, which is 54.7% of the target area. Last year at the same time wheat was sown in 16, 02,700 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 157.89 lakh hectares as compared to 162.50 lakh hectares same time last year.

International Market Update:

- According to the latest IGC report, Wheat production estimate for the year 2012-13 has been slashed from 655 million tons to 654 million tones as lower harvesting is expected in Australia and EU.
- Wheat trade has been raised from 132 million tons to 134 million tones as fresh demand had been noticed from China and Iran.
- Carry out stock too has been increased from 172 million tons to 173 million tones but stock shows 23 million tones fall year on year basis.
- Global consumption has been lowered to 678 million tons from 679 million tones as higher prices and lower supplies have contained demand for feed and industrial demand.

Domestic market Outlook: We expect wheat Cash and future market to trade steady to weak due to increased supply under OMSS-D bulk users will restrict uptrend.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Dec-12	-13	1,608	1,615	1,592	1,599	7,550	2,760	10,580	-3,330
Jan-13	-8	1,595	1,599	1,580	1,588	5,770	1,840	13,640	-770
Feb-13	-10	1,582	1,585	1,571	1,574	700	190	3,790	100
Mar-13	-6	1,528	1,528	1,482	1,482	30	0	280	0

Spread	Dec-12	Jan-13	Feb-13	Mar-13
Spot	-24			
Dec-12		-11		
Jan-13			-14	
Feb-13				-92

Stocks	Demat	In- Process	Total	FED
	3/12/2012	3/12/2012	3/12/2012	3/12/2012
Delhi	-	-	-	-
Itarsi	10	0	10	10
Kanpur	-	-	-	-
Kota	3757	0	3757	3757

CBOT Wheat Futures: Date: 3.12.2012

Contract	Open	High	Low	Close	+/-
Dec-12	849.75	858.50	840.50	842.00	-2.75
Mar-13	869.00	877.25	858.25	860.75	-2.75
May-13	878.00	885.00	866.75	869.25	-2.75
Jul-13	876.50	882.25	865.75	868.75	-1.75
Sep-13	886.25	888.00	874.00	876.5	-2.25

Wheat Daily prices and Arrival On 04.12.2012

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			12/4/2012	12/3/2012	
Delhi					
	Lawrence Road	Mill Quality	1575	1575	Unch
	Nazafgarh	Mill Delivery Loose	1540	1550	-10
	Narella	Mill Delivery Loose	1530	1525	5
Gujarat	Rajkot	Mill Delivery	1700	1700	Unch
	Ahmedabad	Mill Delivery	1720	1710	10
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	1700	1700	Unch
	Indore	Mill Delievery	1570	1600	-30
Rajasthan	Kota	Mill Delivery	1600	1575	25
U.P.	Kanpur	Mill Delivery	1550	1525	25
Punjab	Khanna	Mill Quality Loose	1470	1450	20
Haryana	Sirsa	Mill Delivery loose	1525	1530	-5
	Palwal	Mill Quality Loose	-	-	-
	Hodal	Mill Quality loose	-	-	-
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality	-	-	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1700	1700	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1700	1700	Unch

Centre	Market	Variety	Arrivals (Bags/QtI)		Change
			12/4/2012	12/3/2012	
Delhi					
	Lawrence Road	Mill Quality	3000	4000	-1000
	Nazafgarh	Mill Delivery Loose	150	150	Unch
	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	5000	5000	Unch
U.P.	Kanpur	Mill Delivery	700	600	100
Punjab	Khanna	Mill Quality Loose	500	300	200
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Palwal	Mill Quality Loose	-	-	-
	Hodal	Mill Delivery loose	-	-	-
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	12/4/2012	12/3/2012	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	673	-5
Chokar (34 kg)	467	467	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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