

Wheat Domestic Fundamentals:

- Wheat Inflation has risen marginally to 23.23% for December 2012 as compared to 23.19% in November 2012.
- According to PIB (Press Information Bureau), wheat has been so far sown in 291.27 lakh hectares as compared to last year's 292.90 lakh hectares at the same time. In Maharashtra wheat has been sown in 4, 49, 966 hectares so far, which is 46.5 % of the Normal area. Last year at the same time wheat was sown in 4, 36,831 hectares. Maharashtra has set target of 10, 50,100 hectares. In Rajasthan wheat has been sown in 28, 20, 300 hectares so far, which is 100.7% of the target area. Last year at the same time wheat was sown in 29, 35,000 hectares. Rajasthan has set target of 28, 00,000 hectares against the last years 29, 35,000 hectares.
- There are rumors in market that South Korean millers are now turning to other countries for feed wheat supplies due to concern over Indian feed wheat quality. South Korea has emerged as one of the big buyer of Indian feed wheat, in 2012, but millers say it contains high levels of foreign matter, pushing up processing costs.
- OMSS wheat release prices can be discounted by Rs 100 as wheat lifting has been low in previous releases. Government had allocated 6.5 million tonnes but half of the allocated quantity was lifted. Release prices had varied from Rs 1401/Q to Rs 1556/Q for different states. To increase lifting and reduce the stocks government can either go for cutting down prices to Rs 1,170/Q plus freight, absorbing the state levies or fixing the MSP as base price plus freight charges freeing away the state levies.
- Traders and Analyst has concerns that even if government reduces the release price wheat lifting might not pick pace as desired since wheat demand has been sluggish in open market. Traders feel the government should have a clear-cut procurement and selling policies so that traders and bulk purchasers can plan their move.

International Market Update:

- A tender issued by Iraq for 50,000 Tonnes of Milling Wheat has received the lowest bid of USD 384.88/T for Australian wheat.
- France exported 1.25 million tonnes of soft wheat in November, bringing the total wheat export so far for this season to 6.15 million, down 18 percent on the year-earlier period. France's wheat exports outside the EU since the start of the 2012-13 seasons on July 1 were down 20 percent at 3.53 million tonnes, while exports within EU were down 16 percent at 2.63 million tonnes.

Domestic market Outlook: We expect wheat Cash and future market to trade steady to weak.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jan-13	42	1,579	1,580	1,565	1,575	310	310	1,600	-250
Feb-13	19	1,460	1,509	1,459	1,479	8,570	6,860	9,960	-580
Mar-13	14	1,415	1,454	1,415	1,426	2,950	2,620	3,750	220
Apr-13	9	1,390	1,409	1,383	1,392	680	650	4,580	90

Spread	Jan-13	Feb-13	Mar-13	Arp-13
Spot	-10			
Jan-13		-96		
Feb-13			-53	
Mar-13				-34

Stocks	Demat	In- Process	Total	FED
	14/01/2013	14/01/2013	14/01/2013	14/01/2013
Delhi	-	-	-	-
Itarsi	0	239	239	-
Kanpur	-	-	-	-
Kota	3788	0	3788	3788

CBOT Wheat Futures: Date: 14.01.2013

Contract	Open	High	Low	Close	+/-
Dec-12	762.00	777.00	760.75	767.00	+12.25
Mar-13	768.00	783.25	762.00	773.50	+11.50
May-13	772.00	787.00	767.00	777.00	+10.00
Jul-13	783	794.00	776.00	784.75	+8.75
Sep-13	797	808.25	790.50	798.75	+8.25

Wheat Daily prices and Arrival On 15.01.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			1/15/2013	1/14/2013	
Delhi	Lawrence Road	Mill Delivery	1565	1570	-5
	Nazafgarh	Mill Quality Loose	1540	1570	-30
	Narella	Mill Quality Loose	1520	1520	Unch
Gujarat	Rajkot	Mill Delivery	1630	Closed	-
	Ahmedabad	Mill Delivery	1700	Closed	-
	Surat	Mill Delivery	1720	Closed	-
M.P.	Bhopal	Lokwan	1600	1600	Unch
	Indore	Mill Delivery	1600	1575	25
Rajasthan	Kota	Mill Delivery	1610	Closed	-
U.P.	Kanpur	Mill Delivery	1550	1550	Unch
	Mathura	Mill Quality Loose	1480	Closed	-
	Kosi	Mill Delivery	1650	1650	Unch
Punjab	Khanna	Mill Quality Loose	1475	1475	Unch
	(Ludhiana)Jagraon	Mill Delivery	1560	1560	Unch
Haryana	Sirsa	Mill Delivery loose	1520	1520	Unch
	Hodal	Mill Delivery	1565	1565	Unch
	Panipat	Mill Quality Loose	-	-	-
	Palwal	Mill Quality Loose	-	-	-
	Karnal	Mill Quality	-	-	-
Tamil Nadu	Chennai	Mill Quality	1950	Closed	-
	Madurai	Mill Quality	2000	Closed	-

	Coimbatore	Mill Quality	2000	Closed	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1725	Closed	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	1725	Closed	-

Centre	Market	Variety	Arrivals (Bags/QtI)		Change
			1/15/2013	1/14/2013	
Delhi	Lawrence Road	Mill Delivery	1500	2000	-500
	Nazafgarh	Mill Quality Loose	50	100	-50
	Narella	Mill Quality Loose	250	200	50
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	2500	Closed	-
U.P.	Kanpur	Mill Delivery	400	400	Unch
Punjab	Khanna	Mill Quality Loose	200	300	-100
Haryana	Sirsa	Mill Quality Loose	200	10	190
	Palwal	Mill Quality Loose	-	-	-
	Hodal	Mill Delivery loose	200	100	100
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	1/15/2013	1/14/2013	Change
Atta (50kg) Ordinary	915	915	Unch
Maida Grade 1 (90kg)	1887	1887	Unch
Maida Grade 1 (50KG)	1030	1030	Unch
Suji (50kg)	1105	1105	Unch
Chokar (50 kg)	680	680	Unch
Chokar (34 kg)	480	480	Unch
Chakki Atta (50kg)	935	935	Unch
Chakki Atta (50kg) Special	935	935	Unch
Chakki Atta (90kg) Superfine	1740	1740	Unch
Chakki Atta (50kg) Superfine	940	940	Unch

DISCLAIMER

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp> © 2005 Indian Agribusiness Systems Pvt. Ltd.