

**Wheat Domestic Fundamentals:**

- STC has received the highest bid of USD 314.34/T FOB, from Glencore to export 40,000 tonnes of wheat from Chennai port in February. Next highest bid was received from Cargill at USD 306.77/T FOB, followed by Sun International at USD 304.5/T FOB.
- Domestic prices are unlikely to dip in near future as Wheat prices at U.P will increase due to tender price raised by Rs 170/Q to Rs 1573/Q. Buyers may turn to Rajasthan for cheaper wheat as compared to U.P and M.P Wheat.
- According to traders, from Indore Machine cleaned wheat is going to Mumbai, Karnataka, Madras and Calcutta in 5, 10 and 30 Kg Bags. Local demand is sluggish and new crop is expected to arrive by 1<sup>st</sup> week of March.
- Mill Quality wheat is being bought from Bhopal Mandi by traders and millers of Ahmadabad, Hyderabad, Mumbai and other South Indian Cities. From Bhopal Delivered price to Hyderabad is Rs 1800-1870/Q, to Ahmadabad is Rs 1750-1760/Q, to Mumbai Rs 1730-1740/Q and local prices is Rs 1400/Q. Prices are likely to be stable this week. Stocks are available in plenty at Bhopal.
- As per Traders at Kota, Rajasthan wheat demand from other states has been low and local demand too has been subdued.
- At Rajkot, Gujarat local and export demand is good. Wheat is not moving to other states from Gujarat and FOR Mundra is ruling Rs 1670/Q.
- Despite news of yellow and brown rust from some pockets of Punjab and Haryana wheat production prospects are very good so far. We expect total production to cross last year's level of 93.9 million T. Stock in government godowns may exceed last year's level if almost 10 million T stock from government godowns is not offloaded in the international market in the marketing year starting from April 2012.

**International Market Update:**

- Heat wave in Australia is hurting the wheat sowing prospects for 2013 crop. Wheat planting is still two months away but high temperature has taken the much needed soil moisture away. This year too Australia had a lower crop of 22 million tonnes as compared to previous year's 29.5 million tonnes.
- Ukraine has sown 2013 wheat crop in 6.7 million hectares and is expected to produce 19 million tonnes, as of now 92% of the crop is in good to satisfactory condition.
- Algeria imported 6.2 million tonnes of wheat in 2012 as compared to 7.4 million tonnes, however it is expected that in 2013 wheat exports are expected to be high due to poor weather condition in last quarter of 2012.

**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
<b>Feb-13</b>	30	1,529	1,559	1,529	1,550	10,150	7,080	7,100	270
<b>Mar-13</b>	31	1,461	1,492	1,461	1,482	3,850	2,770	6,100	1,250
<b>Apr-13</b>	6	1,409	1,436	1,401	1,401	4,800	4,150	7,770	2,140
<b>May-13</b>	2	1,436	1,436	1,402	1,402	2,380	1,950	2,710	1,650

Spread	Feb-13	Mar-13	Apr-13	May-13
Spot	20			
Feb-13		-68		
Mar-13			-81	
Apr-13				1

Stocks	Demat	In- Process	Total	FED
	22/01/2013	22/01/2013	22/01/2013	21/01/2013
Delhi	-	-	-	-
Itarsi	508	0	508	508
Kanpur	-	-	-	-
Kota	3788	0	3788	3788

### CBOT Wheat Futures: Date: 22.01.2013

Contract	Open	High	Low	Close	+/-
Mar-13	795	799.75	776	779.25	-12.00
May-13	803	808.5	785	788.5	-11.00
Jul-13	807	813.25	790	793.25	-11.00
Sep-13	816.75	821.75	799.75	803.5	-10.00
Dec-13	827.75	834.5	812.25	817.75	-9.00

### Wheat Daily prices and Arrival On 23.01.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			1/23/2013	1/22/2013	
Delhi	Lawrence Road	Mill Delivery	1570	1570	Unch
	Nazafgarh	Mill Quality Loose	-	1550	-
	Narella	Mill Quality Loose	-	1540	-
Gujarat	Rajkot	Mill Delivery	1640	1640	Unch
	Ahmedabad	Mill Delivery	1720	1730	-10
	Surat	Mill Delivery	1740	1745	-5
M.P.	Bhopal	Lokwan	1625	1625	Unch
	Indore	Mill Delivery	1575	1575	Unch
Rajasthan	Kota	Mill Delivery	1600	1610	-10
U.P.	Kanpur	Mill Delivery	1465	1450	15
	Mathura	Mill Quality Loose	1580	-	-
	Kosi	Mill Delivery	1650	-	-
Punjab	Khanna	Mill Quality Loose	1475	1475	Unch
	(Ludhiana)Jagraon	Mill Delivery	1560	1560	Unch
Haryana	Sirsa	Mill Delivery loose	1515	1515	Unch
	Hodal	Mill Delivery	1555	1560	-5
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality	-	-	-
Tamil Nadu	Chennai	Mill Quality	1850	1900	-50
	Madurai	Mill Quality	1900	1950	-50
	Coimbatore	Mill Quality	1900	1950	-50

Chattisgah	Raipur	Mill Quality	1550	1550	Unch
Bihar	Begusarai	Mill Quality	1435	1435	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1675	1700	-25
	Gandhidham(Rajasthan-Kota)	Mill Quality	1675	1700	-25

Centre	Market	Variety	Arrivals (Bags/Qt)		Change
			1/23/2013	1/22/2013	
Delhi	Lawrence Road	Mill Delivery	2500	2500	Unch
	Nazafgarh	Mill Quality Loose	-	50	-
	Narella	Mill Quality Loose	-	150	-
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	4000	2000	2000
U.P.	Kanpur	Mill Delivery	500	500	Unch
Punjab	Khanna	Mill Quality Loose	200	150	50
Haryana	Sirsa	Mill Quality Loose	300	200	100
	Hodal	Mill Delivery loose	100	50	50
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	1/23/2013	1/22/2013	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)	655	655	Unch
Chokar (34 kg)	460	460	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

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