

Wheat Domestic Fundamentals:

- India is expected to produce 92.3 million tonnes of wheat in 2013-14 which is lower than 2012-13, 94.88 million tonnes. Lower area coverage is witnessed in Rajasthan, Maharashtra and Gujarat and yield is expected to fall due to irregular weather conditions which will consequently result in lower production this year.
- PEC has got highest bid of USD 312.20/T from J K International for 55,000 MT to be shipped from Karaikal port between 11 Feb -10 March, in another bid PEC got USD 312/T from K J international for 35,000 MT to be shipped from Vizag port between 11 Feb- 10 march.
- As on 1st February 2013, government has 308.09 lakh tonnes of wheat in stock. By the end of this fiscal year stocks are expected to be around 25 million tonnes.
- 16, 90,911 MT of wheat has been exported from government stocks till 31st Jan 2013, since April 2012. In next two months it is expected that 6-8 Lakh tonnes more can be exported.
- Recent rains in key producing states like Punjab and Haryana can be beneficial for standing wheat crop. However Continuous rains can cause water logging which may deter plant growth and yellow rust can affect the wheat crop.
- Wheat sowing has completed now and total area coverage is slightly lagging behind last year. Wheat has been sowed at 297.61 lakh hectares against 298.59 lakh T last year, almost one lakh hectares lower than last year. Major area increase has been witnessed in M.P. and Uttar Pradesh. Lower area coverage in Gujarat and Maharashtra will remain the cause of concern.

International Market Update:

- France's custom data shows that France exported 7.73 million tonnes of Soft Wheat from July to December 2012 which is 12% less for the same period as compared to previous year. Algeria remained the top destination for French wheat, as 2.01 million tonnes soft wheat was imported during the July-December 2012 period.
- Thailand flour millers have bought 50,000 tonnes of Canadian wheat for USD 380-385/T CNF for May and June Shipment, while Indonesia has bought 180,000 tonnes of Australian prime wheat for USD 355-360/T CNF for April and may delivery.
- Egypt's GASC has bought 60,000 Tonnes of US Soft Red Winter Wheat from Venus at USD 306.80/T FOB. This fresh purchase might revive falling CBOT due to dull international demand.
- Russia is considering of scrapping 5% import duty till 1st August 2013 due to higher domestic prices and lower crop availability. This will make imports cheaper from EU; currently Russia is importing tariff free wheat mainly from Kazakhstan.

Domestic market Outlook: We expect wheat Cash and future market to trade steady to slightly firm on strong domestic and international demand.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Feb-13	8	1,549	1,556	1,549	1,556	150	-290	840	-100
Mar-13	11	1,448	1,461	1,442	1,461	5,670	-180	8,790	410
Apr-13	7	1,388	1,395	1,384	1,395	810	-470	8,690	-130
May-13	4	1,392	1,400	1,389	1,400	960	360	5,360	610

Spread	Feb-13	Mar-13	Apr-13	May-13
Spot	34			
Feb-13		-95		
Mar-13			-66	
Apr-13				5

Stocks	Demat	In- Process	Total	FED
	07/02/2013	07/02/2013	07/02/2013	5/02/2013
Delhi	-	-	-	-
Itarsi	508	0	508	508
Kanpur	-	-	-	-
Kota	3788	0	3788	3788

CBOT Wheat Futures: Date: 07.02.2013

Contract	Open	High	Low	Close	+/-
Mar-13	760.75	764.50	752.75	756.00	-6.00
May-13	769.25	771.25	760.00	763.00	-6.25
Jul-13	771.00	772.25	761.00	763.50	-8.75
Sep-13	781.50	782.25	769.50	771.25	-11.00
Dec-13	796.00	796.50	782.75	784.25	-12.25

Wheat Daily prices and Arrival

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			2/8/2013	2/7/2013	
Delhi					
	Lawrence Road	Mill Delivery	1590	1585	5
	Nazafgarh	Mill Quality Loose	1560	1550	10
	Narella	Mill Quality Loose	1550	1535	15
Gujarat	Rajkot	Mill Delivery	1650	1650	Unch
	Ahmedabad	Mill Delivery	1715	1710	5
	Surat	Mill Delivery	1730	1730	Unch
M.P.	Bhopal	Lokwan	1625	1650	-25
	Indore	Mill Delivery	1610	1610	Unch
Rajasthan	Kota	Mill Delivery	1625	1600	25
U.P.	Kanpur	Mill Delivery	1565	1575	-10
	Mathura	Mill Quality Loose	1525	1535	-10
	Kosi	Mill Delivery	1670	1700	-30
Punjab	Khanna	Mill Quality Loose	1475	1500	-25
	(Ludhiana)Jagraon	Mill Delivery	1560	1560	Unch
Haryana	Sirsa	Mill Delivery loose	1525	1525	Unch
	Hodal	Mill Delivery	1595	1595	Unch
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality	-	-	-
Tamil Nadu	Chennai	Mill Quality	1875	1800	75
	Madurai	Mill Quality	1925	1850	75
	Coimbatore	Mill Quality	1925	1850	75
Chattisgah	Raipur	Mill Quality	1550	1550	Unch

Bihar	Begusarai	Mill Quality	1450	1450	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1700	1675	25
	Gandhidham(Rajasthan-Kota)	Mill Quality	1700	1675	25

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			2/8/2013	2/7/2013	
	Lawrence Road	Mill Delivery	1200	1000	200
	Nazafgarh	Mill Quality Loose	110	100	10
	Narella	Mill Quality Loose	100	100	Unch
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	1500	4000	-2500
U.P.	Kanpur	Mill Delivery	500	400	100
Punjab	Khanna	Mill Quality Loose	200	200	Unch
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Delivery loose	100	100	Unch
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	2/8/2013	2/7/2013	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)	665	665	Unch
Chokar (34 kg)	462	462	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.php> © 2013 Indian Agribusiness Systems Pvt Ltd.