

### Wheat Domestic Fundamentals:

- Trade sources revealed that new wheat crop arrivals have started reaching at Rajkot and Junahgarh mandi at Rs 1700-1750/Q with 15-17% moisture of Lokwan Quality. Sri Lankan traders are active in buying Indian milling Wheat at USD 315/T FOB Kandla.
- UP government is expected to procure 6 million tonnes wheat this year as compared to previous year's 4.2 million tonnes. Procurement will start from April 1 to June 30. A total of 6,000 procurement centers would be set up, of which 5,000 would be set up by UP Cooperative Federation Limited (PCF) and the state cooperatives department alone.
- MMTC has received the highest bid of USD 305/T from Glencore for 35,000 MT wheat to be shipped from west coast port between Feb. 25 and 20 March 2013. Wheat future bids are expected to fall further in future as lower exports from US and fresh rains in draught hit US plains may pressurize market.
- South Indian millers are sourcing mill quality wheat from Bhopal at Rs 1800-1900/Q and new crop is expected to arrive at March end.
- Wheat sowing has completed now and total area coverage is slightly lagging behind last year. Wheat has been sowed at 298.19 lakh hectares against 298.61 lakh hectares last year at the same time, almost forty two thousand 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.
- As on 1<sup>st</sup> 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 31<sup>st</sup> Jan 2013, since April 2012. In next two months it is expected that 6-8 Lakh tonnes more can be exported.

### International Market Update:

- CBOT is falling as rains and snow has eased the concern of dry weather, if not eliminated the weather relating concern. In USA wheat sown area is more but lower crop size is expected due to fall in yields.
- Australian ABARES has increased the wheat crop estimate for 2012-13 to 22.077 million tonnes from December 2012 estimate of 22.035 million tonnes as wheat crop is expected to escape damages made from heat wave and floods.
- Bangladesh has got the lowest bid of USD 331.88/T, CIF for 50,000 T Wheat from Olam International.
- According to USDA latest report world wheat production estimate has been reduced to 653.61 million tonnes from previous estimate of 654.31 million tonnes owing to lower production estimate in Kazakhstan and Brazil While world wheat ending stock has been marginally increased to 176.73 million tonnes from 176.64 million tonnes.

**Domestic market Outlook:** We expect wheat Cash and future market to trade steady to weak as government is augmenting supply to offload huge stocks.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
<b>Feb-13</b>	-9	1,575	1,575	1,575	1,575	40	0	710	-30
<b>Mar-13</b>	-4	1,446	1,448	1,435	1,442	3,730	1,680	9,550	520
<b>Apr-13</b>	-2	1,384	1,385	1,376	1,385	1,490	1,110	8,780	-270
<b>May-13</b>	-5	1,386	1,391	1,383	1,389	1,120	840	5,670	10

Spread	Feb-13	Mar-13	Apr-13	May-13
Spot	15			
Feb-13		-133		
Mar-13			-57	
Apr-13				4

Stocks	Demat	In- Process	Total	FED
	11/02/2013	11/02/2013	11/02/2013	11/02/2013
Delhi	-	-	-	-
Itarsi	508	0	508	508
Kanpur	-	-	-	-
Kota	3788	0	3788	3788

### CBOT Wheat Futures: Date: 12.02.2013

Contract	Open	High	Low	Close	+/-
Mar-13	743.00	744.25	725.50	732.00	-9.50
May-13	751.00	752.00	733.00	739.50	-9.75
Jul-13	752.00	753.75	737.00	741.25	-9.50
Sep-13	758.00	758.00	746.50	750.75	-8.25
Dec-13	771.00	774.00	761.25	765.00	-6.50

### Wheat Daily prices and Arrival

Centre	Market	Variety	Prices (Rs/QtI)		Change
			2/13/2013	2/12/2013	
Delhi	Lawrence Road	Mill Delivery	1590	1590	Unch
	Nazafgarh	Mill Quality Loose	-	1550	-
	Narella	Mill Quality Loose	-	1590	-
Gujarat	Rajkot	Mill Delivery	1650	1600	50
	Ahmedabad	Mill Delivery	1720	1720	Unch
	Surat	Mill Delivery	1740	1740	Unch
M.P.	Bhopal	Lokwan	1650	1650	Unch
	Indore	Mill Delivery	1600	1580	20
Rajasthan	Kota	Mill Delivery	1610	1600	10
U.P.	Kanpur	Mill Delivery	1565	1565	Unch
	Mathura	Mill Quality Loose	1550	1550	Unch
	Kosi	Mill Delivery	1700	1700	Unch
Punjab	Khanna	Mill Quality Loose	1470	1475	-5
	(Ludhiana)Jagraon	Mill Delivery	1560	1560	Unch
Haryana	Sirsa	Mill Delivery loose	1500	1510	-10
	Hodal	Mill Delivery	1560	1580	-20
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality	-	-	-
Tamil Nadu	Chennai	Mill Quality	1875	1900	-25
	Madurai	Mill Quality	1925	1950	-25
	Coimbatore	Mill Quality	1925	1950	-25
Chhattisgarh	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
			2/13/2013	2/12/2013	
Delhi	Lawrence Road	Mill Delivery	1200	1200	Unch
	Nazafgarh	Mill Quality Loose	-	50	-
	Narella	Mill Quality Loose	-	200	-
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	2000	3000	-1000
U.P.	Kanpur	Mill Delivery	500	500	Unch
Punjab	Khanna	Mill Quality Loose	200	200	Unch
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Delivery loose	200	100	100
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	2/13/2013	2/12/2013	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)	675	675	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

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