

Wheat Domestic Fundamentals:

- Wheat sowing has completed now and total area coverage is slightly lagging behind last year. Wheat has been sowed at 298.38 lakh hectares against 298.61 lakh hectares last year at the same time, almost twenty three 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.
- MMTC has got the highest bid USD 311/T from Louis Dreyfus for 1, 50,000 MT Wheat to be shipped between 20 Feb to 31 March.
- Wheat inflation has declined from December 2012(23.23%) to 21.39% in January 13. Although WPI has reduced marginally to 205.4 in January 2013 from 205.3 in December 2012 as government had increased the supply in January.
- The Haryana government has exempted wheat from VAT which is distributed under PDS scheme like Antodya Anna Yojana (AAY).
- 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.

International Market Update:

- Canada might export 18.75 million tonnes of wheat in 2013-13 highest since 2006-07 as Australia has lower crop this year of 22.077 million tonnes. Traditional buyers of Canadian supplies such as Indonesia, Japan, Philippines, South Korea, Malaysia and Sri Lanka have bought more Canadian wheat year over year.
- According to Canadian Grain Council Indonesia imported 433,500 tonnes of Canadian wheat (excluding durum) in the first five months, up 24 per cent, while Sri Lanka purchased 42 per cent more at 295,100 tonnes and South Korea more than tripled its imports.
- Indonesia government may extend 20% import duty on import of Wheat flour by three years. Indonesia imported 6 million tonnes of wheat in 2012-13; traders anticipate that wheat imports can rise to 7 million tonnes in 2013-14. Australia is main wheat exporter to Indonesia and Indonesian flour millers see Indian exports rising to 150,000 tonnes in 2013 which is 42% increase over 2012.

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
Feb-13	8	1,590	1,595	1,590	1,595	150	20	500	-100
Mar-13	2	1,489	1,499	1,476	1,487	4,300	-3,680	9,060	-370
Apr-13	0	1,404	1,408	1,393	1,398	1,010	-560	8,700	40
May-13	-1	1,382	1,409	1,382	1,403	350	-460	6,010	180

Spread	Feb-13	Mar-13	Apr-13	May-13
Spot	-5			
Feb-13		-108		
Mar-13			-89	
Apr-13				5

Stocks	Demat	In- Process	Total	FED
	14/02/2013	14/02/2013	14/02/2013	11/02/2013
Delhi	-	-	-	-
Itarsi	508	0	508	508
Kanpur	-	-	-	-
Kota	3788	0	3788	3788

CBOT Wheat Futures: Date: 14.02.2013

Contract	Open	High	Low	Close	+/-
Mar-13	736.00	740.75	725.00	732.00	-3.50
May-13	744.00	748.50	732.75	740.25	-3.25
Jul-13	748.00	750.00	736.50	743.75	-2.00
Sep-13	755.00	758.00	746.75	753.50	-2.00
Dec-13	769.00	773.25	760.00	767.00	-2.00

Wheat Daily prices and Arrival

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			2/15/2013	2/14/2013	
Delhi					
	Lawrence Road	Mill Delivery	1590	1585	5
	Nazafgarh	Mill Quality Loose	1565	1550	15
	Narella	Mill Quality Loose	1570	1580	-10
Gujarat	Rajkot	Mill Delivery	1625	1625	Unch
	Ahmedabad	Mill Delivery	1715	1700	15
	Surat	Mill Delivery	1735	1725	10
M.P.	Bhopal	Lokwan	1650	1650	Unch
	Indore	Mill Delivery	1600	1590	10
Rajasthan	Kota	Mill Delivery	Closed	1610	-
U.P.	Kanpur	Mill Delivery	1565	1560	5
	Mathura	Mill Quality Loose	1515	1550	-35
	Kosi	Mill Delivery	1700	1700	Unch
Punjab	Khanna	Mill Quality Loose	1470	1460	10
	(Ludhiana)Jagraon	Mill Delivery	1560	1560	Unch
Haryana	Sirsa	Mill Delivery loose	1500	1500	Unch
	Hodal	Mill Delivery	1580	1580	Unch
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality	-	-	-
Tamil Nadu	Chennai	Mill Quality	-	1875	-
	Madurai	Mill Quality	-	1925	-
	Coimbatore	Mill Quality	-	1925	-
Chattisgarh	Raipur	Mill Quality	1550	1550	Unch

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

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			2/15/2013	2/14/2013	
	Lawrence Road	Mill Delivery	1000	1000	Unch
	Nazafgarh	Mill Quality Loose	20	50	-30
	Narella	Mill Quality Loose	175	450	-275
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	Closed	2000	-
U.P.	Kanpur	Mill Delivery	500	500	Unch
Punjab	Khanna	Mill Quality Loose	200	200	Unch
Haryana	Sirsa	Mill Quality Loose	200	100	100
	Hodal	Mill Delivery loose	100	50	50
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	2/15/2013	2/14/2013	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)	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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