

Wheat Domestic Fundamentals:

- **Wheat cash markets traded almost unchanged at** previous level with matching supply-demand side on Saturday. No major trading activity was seen at the weekend. Wheat crop is in good condition and production prospects have improved further with recent rains. Most of the crops are entering now in filling stage.
- **In a latest development govt. may allow private** traders to export wheat from central pool stock. Discussions with various ministries are going on. However, quantity has not been specified. As per market expert it may be almost 5 million T. Food Ministry has circulated a Cabinet note for inter-ministerial discussions on allowing export.
- **Wheat sowing has completed now. As per latest fig.** area under wheat has touched 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.
- **Global commodities trading companies, Glencore** International PLC (GLNCY) and Concordia Agritrading Ltd. have bought 100,000 metric tons each of Indian wheat from Government-run State Trading Corp. of India Ltd. The deals were finalized at \$310.21/ton, free-on-board for shipment from the western port of Mundra by March 30.
- **Some wheat will be shipped to flour millers in the** Middle East where Indian wheat is currently offered around \$340/ton, basis cost and freight. Some volumes are expected to be shipped to Ethiopia where buyers purchased at least 150,000 tons Indian wheat around \$362/ton, C&F.
- **MMTC has got the highest bid USD 311/T form Louis** Dreyfus for 1, 50,000 MT Wheat to be shipped in between 20 Feb to 31 March. However, in the month of Feb. bidder has offered lower quote(\$305 per T) and we expect lower bid further in the range of (\$305 to \$310) despite some improvement in global wheat market.
- **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). UP government is expected to procure 6 million tonnes wheat this year as compared to previous year's 4.2 million tonnes.

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

Domestic market Outlook: Wheat market may steady to slightly weak in the weeks ahead.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Feb-13	6	1600	1610	1586	1601	60	-90	500	-100
Mar-13	2	1491	1504	1483	1,489	3060	-1320	9,060	-370
Apr-13	6	1404	1412	1396	1,406	1,010	-560	8,700	40
May-13	5	1410	1415	1503	1,410	350	-460	6,010	180

Spread	Feb-13	Mar-13	Apr-13	May-13
Spot	-5			
Feb-13		-102		
Mar-13			-83	
Apr-13				4

Stocks	Demat	In- Process	Total	FED
	15/02/2013	15/02/2013	15/02/2013	13/02/2013
Delhi	-	-	-	-
Itarsi	508	0	508	508
Kanpur	-	-	-	-
Kota	3788	0	3788	3788

CBOT Wheat Futures: Date: 15.02.2013

Contract	Open	High	Low	Close	+/-
Mar-13	732.75	744.5	732.75	742.25	10.25
May-13	741	751.75	740.5	748.5	8.25
Jul-13	744.5	754	742.5	751	7.25
Sep-13	753	762	752.75	760	6.5
Dec-13	768	775.5	765.25	772.25	5.25

Wheat Daily prices and Arrival

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			2/16/2013	2/15/2013	
Delhi					
	Lawrence Road	Mill Delivery	1590	1590	
	Nazafgarh	Mill Quality Loose	-	1565	
	Narella	Mill Quality Loose	-	1570	
Gujarat	Rajkot	Mill Delivery	-	1625	
	Ahmedabad	Mill Delivery	-	1715	
	Surat	Mill Delivery	-	1735	
M.P.	Bhopal	Lokwan	1650	1650	
	Indore	Mill Delivery	1620	1600	
Rajasthan	Kota	Mill Delivery	-	Closed	
U.P.	Kanpur	Mill Delivery	1565	1565	
	Mathura	Mill Quality Loose	-	1515	
	Kosi	Mill Delivery	-	1700	
Punjab	Khanna	Mill Quality Loose	-	1470	
	(Ludhiana)Jagraon	Mill Delivery	1560	1560	
Haryana	Sirsa	Mill Delivery loose	1505	1500	
	Hodal	Mill Delivery	Closed	1580	
	Panipat	Mill Quality Loose	-	-	
	Karnal	Mill Quality	-	-	
Tamil Nadu	Chennai	Mill Quality	-	-	
	Madurai	Mill Quality	-	-	
	Coimbatore	Mill Quality	-	-	
Chattisgarh	Raipur	Mill Quality	1550	1550	

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

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			2/16/2013	2/15/2013	
	Lawrence Road	Mill Delivery	1100	1000	Unch
	Nazafgarh	Mill Quality Loose	-	20	-30
	Narella	Mill Quality Loose	-	175	-275
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	-	Closed	-
U.P.	Kanpur	Mill Delivery	500	500	Unch
Punjab	Khanna	Mill Quality Loose	-	200	Unch
Haryana	Sirsa	Mill Quality Loose	-	200	100
	Hodal	Mill Delivery loose	Closed	100	50
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	2/16/2013	2/15/2013	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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