

## Wheat Domestic Fundamentals:

- PEC has received the highest bid of USD 312/T for 1, 25,000 MT milling wheat to be shipped between 20 Feb and 31 March 2013.
- 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.
- 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:

- Morocco's state grains agency ONICL said has bought 176,000 tonnes of soft wheat for around USD 300-330/T FOB. Morocco has extended its freeze of the 17 percent import duty on soft wheat from 31 December 2012 through 30 April 2013 to ensure a regular supply of the commodity to the domestic market after poor domestic harvest.
- 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.

**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>	28	1,615	1,629	1,615	1,629	320	260	290	-80
<b>Mar-13</b>	31	1,491	1,520	1,488	1,520	6,300	3,240	8,600	-500
<b>Apr-13</b>	5	1,405	1,413	1,405	1,411	3,120	1,870	10,220	1,130
<b>May-13</b>	2	1,412	1,413	1,408	1,412	1,010	800	6,510	470

Spread	Feb-13	Mar-13	Apr-13	May-13
Spot	-39			
Feb-13		-109		
Mar-13			-109	
Apr-13				1

Stocks	Demat	In- Process	Total	FED
	16/02/2013	16/02/2013	16/02/2013	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
			2/18/2013	2/16/2013	
Delhi					
	Lawrence Road	Mill Delivery	1590	1590	Unch
	Nazafgarh	Mill Quality Loose	1560	-	-
	Narella	Mill Quality Loose	1555	-	-
Gujarat	Rajkot	Mill Delivery	1650	-	-
	Ahmedabad	Mill Delivery	1700	-	-
	Surat	Mill Delivery	1730	-	-
M.P.	Bhopal	Lokwan	1700	1650	50
	Indore	Mill Delivery	1620	1620	Unch
Rajasthan	Kota	Mill Delivery	1640	-	-
U.P.	Kanpur	Mill Delivery	1565	1565	Unch
	Mathura	Mill Quality Loose	1525	-	-
	Kosi	Mill Delivery	1700	-	-
Punjab	Khanna	Mill Quality Loose	1470	-	-
	(Ludhiana)Jagraon	Mill Delivery	1560	1560	Unch
Haryana	Sirsa	Mill Delivery loose	1510	1505	5
	Hodal	Mill Delivery	1590	Closed	-
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality	-	-	-
Tamil Nadu	Chennai	Mill Quality	1875	-	-
	Madurai	Mill Quality	1925	-	-
	Coimbatore	Mill Quality	1925	-	-
Chattisgah	Raipur	Mill Quality	1550	1550	Unch

Bihar	Begusarai	Mill Quality	1430	1450	-20
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1700	-	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	1700	-	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			2/18/2013	2/16/2013	
	Lawrence Road	Mill Delivery	1000	1100	-100
	Nazafgarh	Mill Quality Loose	10	-	-
	Narella	Mill Quality Loose	200	-	-
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	3500	-	-
U.P.	Kanpur	Mill Delivery	600	500	100
Punjab	Khanna	Mill Quality Loose	200	-	-
Haryana	Sirsa	Mill Quality Loose	300	-	-
	Hodal	Mill Delivery loose	50	Closed	-
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	2/18/2013	2/16/2013	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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