

Wheat Domestic Fundamentals:

- Bulk Wheat buyers have reduced their purchasing by 25-30% from government stock under OMSS in the second half of this month. Off take may fall further as new crop is round the corner.
- No rake loading has been reported from Madhya Pradesh and Gujarat. FCI and state agencies are gearing up to ensure smooth procurement in M.P, and Gujarat scheduled to start on 15th March 2013.
- No major loss was reported from recent rains to Wheat belt in M.P, Rajasthan, Punjab and Haryana. Harvesting is expected from second week of March. Most of the private exporters are out of the market and are waiting for the new crop. Fresh buying for exports by private traders is expected by Late March.
- Arrivals in Saurashtra region are reaching mandi but in much lower quantities.
- Thailand feed millers have bought 40,000 MT Indian wheat during the week as prices are declining. Purchases were made around USD 315/T CNF.
- In January 2013, 400,674 MT of wheat was exported from government stock through PSU's and it is expected that in February 2013, this could reach 500,000 MT.
- Government has set target of procuring around 44 million tonnes wheat this year. Punjab is likely to be the largest contributor towards wheat central pool stock, Madhya Pradesh may takeover Haryana as second largest contributor with around 11.5 million tonnes wheat as sown area has increased by 3 lakh hectares in M.P.

International Market Update:

- According to Agriculture Minister Nikolai Fyodorov, Russia may extend duty free grain imports till August 2013, giving importers an additional month to bring in grain. This move can make import attractive from US and EU.
- According to Agriculture and food department report, for 2012-13 Durum Wheat exports are expected to increase by 16% from previous year to 4.15 million tonnes. Durum Carryover stocks are forecasted to decrease by 14% to 1.3 million tonnes. Canada is expected to export 14.6 million tonnes of all wheat excluding Durum Wheat in 2012-13, which is 5% more than previous year.
- Canadian wheat seeded area is forecasted to increase by 7% in 2013-14 from 2012-13 as carryover stocks are lower, international prices are high and farmers are expected to shift from Canola and lentils.
- According to Egypt ministry official, GASC is expected to procure 4 million tonnes wheat from local farmers by May 2013 end and it is expected that imports will be cut. GASC has enough wheat in stocks till June 2013 and domestic crop will ensure supply till November 2013.

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
Mar-13	-6	1,538	1,538	1,512	1,522	2,640	-210	7,480	-500
Apr-13	-8	1,420	1,422	1,413	1,417	1,440	200	12,910	-30
May-13	-6	1,421	1,429	1,418	1,420	620	170	8,260	410
June-13	-18	1,432	1,432	1,432	1,432	10	-30	170	0

Spread	Mar-13	Apr-13	May-13	Jun-13
Spot	63			
Mar-13		-105		
Apr-13			3	
May-13				12

Stocks	Demat	In- Process	Total	FED
	25/02/2013	25/02/2013	25/02/2013	25/02/2013
Delhi	-	-	-	-
Itarsi	508	0	508	508
Kanpur	-	-	-	-
Kota	3788	0	3788	3788

CBOT Wheat Futures: Date: 25.02.2013

Contract	Open	High	Low	Close	+/-
Mar-13	714.5	717.5	698	699.25	-15.75
May-13	718.75	722.25	704	705.25	-13.5
Jul-13	723.25	726.75	708.75	710	-13.5
Sep-13	731	733.75	718	719.25	-13.25
Dec-13	746	749.75	732	733.5	-13

Wheat Daily prices and Arrival

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			2/26/2013	2/25/2013	
Delhi	Lawrence Road	Mill Delivery	1585	1590	-5
	Nazafgarh	Mill Quality Loose	1555	1550	5
	Narella	Mill Quality Loose	1560	1560	Unch
	Rajkot	Mill Delivery	1650	1650	Unch
Gujarat	Ahmedabad	Mill Delivery	1725	1710	15
	Surat	Mill Delivery	1740	1730	10
	Bhopal	Lokwan	1625	1650	-25
M.P.	Indore	Mill Delivery	Closed	Closed	-
	Kota	Mill Delivery	1570	-	-
Rajasthan	Kanpur	Mill Delivery	1610	1600	10
	Mathura	Mill Quality Loose	1550	1525	25
	Kosi	Mill Delivery	1700	1700	Unch
U.P.	Khanna	Mill Quality Loose	1470	1470	Unch
	(Ludhiana)Jagraon	Mill Delivery	1560	1560	Unch
Punjab	Sirsa	Mill Delivery loose	1525	1525	Unch
	Hodal	Mill Delivery	1590	1580	10
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality	-	-	-
Haryana	Chennai	Mill Quality	1850	-	-
	Madurai	Mill Quality	1900	-	-
	Coimbatore	Mill Quality	1900	-	-
Tamil Nadu	Raipur	Mill Quality	1550	1550	Unch
Chattisgarh					

Bihar	Begusarai	Mill Quality	1500	1500	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1690	-	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	1690	-	-
Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			2/26/2013	2/24/2013	
	Lawrence Road	Mill Delivery	1400	1800	-400
	Nazafgarh	Mill Quality Loose	100	100	Unch
	Narella	Mill Quality Loose	200	150	50
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	1500	-	-
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	50	10	40
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	2/26/2013	2/25/2013	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)	464	464	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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