

## Wheat Domestic Fundamentals:

- Weak tone was witnessed at key spot market as arrivals have pressurized market. Poor private exports too have made market bearish as they are waiting for new crop.
- Despite the news of yellow rust infestation in some pockets of Haryana and Punjab wheat cash market continued to rule steady to slightly weak ahead of incoming crop. Weak inner tone will remain restrictive for the cash wheat market in the days ahead.
- However, export demand lends some support to cash market and restrict downward trend. With increasing temperature and resultantly higher arrival will continue to weigh on market fundamental. Overall crop condition is good barring some pockets of Punjab, Haryana and M.P.
- Arrivals from new crop in Gujarat and M.P. are expected to increase by 20th March while procurement agencies are ready to start their activities from 15th of March. Procurement in other states like Punjab, Haryana and Uttar Pradesh may be delayed by a week or two, scheduled to be commenced from 1st of April.
- Thailand has bought 30,000 MT Indian feed wheat for USD 320/T, CNF for May delivery. Indian wheat FOB prices have declined from USD 312/T 10 days ago to USD 295-300/T now, as international market has declined owing to better crop prospects and poor international buying.
- STC has received the highest bid of USD 300.10/T for export of 35,000 MT Indian milling wheat from Louis Dreyfus. MMTC has received the highest bid of USD 302.02/T for export of Indian milling Wheat from Emmsons International for 35,000 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:

- Wheat is being sold at discount to corn in cash US market that encourages stake holders to take position at lower level in the future contract. Besides spot demand, higher export sales encouraged future market too. CBOT future market is likely to trade range bound. Upward correction is unlikely to continue in the weeks ahead.
- Russian is expected to export as much as 10 million T wheat in 2013-14, season ending on 30th June this year. Stock of wheat in Russia on 1st July (new season) this year is expected to touch record low at 9.5 million T. However, US projects 10.5 million T export in ongoing season.

**Domestic market Outlook:** We expect wheat Cash and future market to trade steady to weak on back of good crop prospects and sluggish demand from bulk buyers.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
<b>Mar-13</b>	37	1,506	1,551	1,503	1,548	13,850	12,380	6,860	480
<b>Apr-13</b>	-2	1,419	1,419	1,392	1,403	4,070	1,900	11,360	-300
<b>May-13</b>	2	1,412	1,419	1,406	1,416	1,110	530	8,910	190
<b>June-13</b>	1	1,427	1,432	1,426	1,432	50	10	210	20

Spread	Mar-13	Apr-13	May-13	Jun-13
Spot	37			
Mar-13		-145		
Apr-13			13	
May-13				16

Stocks	Demat	In- Process	Total	FED
	2/3/2013	2/3/2013	2/3/2013	2/25/2013
Delhi	-	-	-	-
Itarsi	508	0	508	508
Kanpur	-	-	-	-
Kota	3788		3788	

## CBOT Wheat Futures: Date: 02.03.2013

Contract	Open	High	Low	Close	+/-
Mar-13	-	-	-	-	-
May-13	-	-	-	-	-
Jul-13	-	-	-	-	-
Sep-13	-	-	-	-	-
Dec-13	-	-	-	-	-

## Wheat Daily prices and Arrival

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			3/4/2013	3/2/2013	
Delhi					
	Lawrence Road	Mill Delivery	1585	1590	-5
	Nazafgarh	Mill Quality Loose	1555	1560	-5
	Narella	Mill Quality Loose	1550	1555	-5
Gujarat	Rajkot	Mill Delivery	1570	1600	-30
	Ahmedabad	Mill Delivery	1575	1620	-45
	Surat	Mill Delivery	1600	1640	-40
M.P.	Bhopal	Lokwan	1575	1600	-25
	Indore	Mill Delivery	1520	1535	-15
Rajasthan	Kota	Mill Delivery	1440	-	-
U.P.	Kanpur	Mill Delivery	1610	1610	Unch
	Mathura	Mill Quality Loose	1520	1535	-15
	Kosi	Mill Delivery	1700	1700	Unch
Punjab	Khanna	Mill Quality Loose	1470	1470	Unch
	(Ludhiana)Jagraon	Mill Delivery	-	1560	-
Haryana	Sirsa	Mill Delivery loose	1520	1525	-5
	Hodal	Mill Delivery	1580	1580	Unch
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality	-	-	-
Tamil Nadu	Chennai	Mill Quality	1775	1810	-35
	Madurai	Mill Quality	1825	1850	-25
	Coimbatore	Mill Quality	1825	1850	-25
Chattisgah	Raipur	Mill Quality	1550	1550	Unch

Bihar	Begusarai	Mill Quality	1675	1675	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality	-	-	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	-	-	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			3/4/2013	3/2/2013	
Delhi					
	Lawrence Road	Mill Delivery	1500	1700	-200
	Nazafgarh	Mill Quality Loose	150	150	Unch
	Narella	Mill Quality Loose	100	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	300	250	50
Haryana	Sirsa	Mill Quality Loose	200	150	50
	Hodal	Mill Delivery loose	50	50	Unch
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	3/4/2013	3/2/2013	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)	670	670	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

**Disclaimer:** The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php> © 2013 Indian Agribusiness Systems Pvt Ltd.