

Wheat Domestic Fundamentals:

- **Cash wheat market traded under pressure ahead of new crop** and increasing arrivals in the states like Madhya Pradesh, Rajasthan and Gujarat. Old wheat is being sold near MSP in these states.
- **However, new wheat is being traded around Rs 1450 to Rs 1500 per qtl.** Arrivals from Punjab, Haryana, Uttar Pradesh and Bihar are expected to be delayed by 10 days due to extended phase of low temperature in Jan-and Feb. We expect arrivals in the second week of April in these states.
- **Private traders have been allowed to export wheat** from govt.'s godowns at Rs 1480 per qtl. from last year's crop . They have to bear freight cost too from ware house to destination .With new arrivals; exporters will not prefer to buy bulk quantity for export due to disparity when we add total costing including freight. Notably, Govt. has nodded its head on continuation of wheat export without quantity restriction.
- **With continuation of export procurement target** of 44 (set by govt.) is unlikely to meet this year despite bumper production, hiked MSP and bonus. As per market expectation govt. will not be able to procure more than 38 million T wheat in MY 2013-14.
- **Maximum bid received in PEC tender on 6th March 2013** for 40,000 T was \$303.40 /MT. The lowest bid was recorded at \$292/MT. Other bidders who offer \$ 303.40 MT, out of the trend can buy wheat under tendered quantity.
- Traders and Analysts are estimating wheat crop around 94 million tonnes this year. We expect prices to dip further.

International Market Update:

- **Wheat production in Australia is expected to be 24.9** million tonnes due to increased planting and higher yields from better growing conditions, which is up from 22.077 million tonnes produced in the 2012-13 season- (ABARES)
- **As per latest WASDE update global wheat supplies for 2012/13** are expected to be higher by 1.8 million tons with higher production. India production is increased 1.0 million tons based on the latest revisions by the government of India for the crop harvested nearly a year ago. EU-27 production is raised 0.5 million tons based on the latest production estimate released by the government of Lithuania.
- **Outlook for wheat crop in US has improved** and stock exceeded form expectation there.

Domestic market Outlook: Wheat cash market is set to decline further and weak bias likely to continue.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Mar-13	-6	1,550	1550	1540	1540	1020	710	4670	410
Apr-13	12	1,415	1425	1410	1422	3070	1520	13200	310
May-13	11	1,419	1429	1416	1422	1490	890	10930	280
June-13	8	1,434	1438	1431	1438	320	150	1740	210

Spread	Mar-13	Apr-13	May-13	Jun-13
Spot	55			
Mar-13		-130		
Apr-13			6	
May-13				-15

Stocks	Demat	In- Process	Total	FED
	9/3/2013	9/3/2013	9/3/2013	4/3/2013
Delhi	-	-	-	-
Itarsi	508	0	508	508
Kanpur	-	-	-	-
Kota				

CBOT Wheat Futures: Date: 08.03.2013

Contract	Open	High	Low	Close	+/-
13-Mar	688.00	693.75	679.50	690.00	3.25
13-May	696.25	703.00	684.00	697.00	1.50
13-Jul	699.75	705.50	690.50	699.00	0.00
13-Sep	706.00	711.75	697.75	705.00	-1.00
13-Dec	720.00	725.25	711.75	718.00	-2.00

Wheat Daily Prices and Arrivals On 11.3.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			3/11/2013	3/9/2013	
Delhi	Lawrence Road	Mill Delivery	1595	1585	10
	Nazafgarh	Mill Quality Loose	1550	1550	Unch
	Narella	Mill Quality Loose	1535	1530	5
Gujarat	Rajkot	Mill Delivery	1575	1575	Unch
	Ahmedabad	Mill Delivery	1600	1600	Unch
	Surat	Mill Delivery	1620	1620	Unch
M.P.	Bhopal	Lokwan	Closed	1550	-
	Indore	Mill Delivery	1540	1540	Unch
Rajasthan	Kota	Mill Delivery	Closed	1510	-
U.P.	Kanpur	Mill Delivery	1500	1500	Unch
	Mathura	Mill Quality Loose	1450	1460	-10
	Kosi	Mill Delivery	1650	1650	Unch
Punjab	Khanna	Mill Quality Loose	1475	1470	5
	(Ludhiana)Jagraon	Mill Delivery	-	-	-
Haryana	Sirsa	Mill Delivery loose	1490	1500	-10
	Hodal	Mill Delivery	1570	1590	-20
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality	-	-	-
Tamil Nadu	Chennai	Mill Quality	Closed	1875	-
	Madurai	Mill Quality	Closed	1925	-
	Coimbatore	Mill Quality	Closed	1925	-

Chattisgarh	Raipur	Mill Quality	1550	1550	Unch
Bihar	Begusarai	Mill Quality	1660	1660	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality	-	1560	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	-	1560	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			3/11/2013	3/9/2013	
	Lawrence Road	Mill Delivery	2000	1800	200
	Nazafgarh	Mill Quality Loose	150	80	70
	Narella	Mill Quality Loose	200	300	-100
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	Closed	2500	-
U.P.	Kanpur	Mill Delivery	700	400	300
Punjab	Khanna	Mill Quality Loose	300	200	100
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Delivery loose	50	30	20
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	3/11/2013	3/9/2013	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)	640	645	-5
Chokar (34 kg)	437	442	-5
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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