

### Wheat Domestic Fundamentals:

- Abnormal rise in temperature (above 33 degree Celsius) in major wheat growing belts, especially in Uttar Pradesh, Bihar, Rajasthan, Haryana and Gujarat at this point of time is expected to affect normal yield. Temperature is likely to rise continuously and may touch 37-38 degree Celsius by the end of this month. At this stage ideal temperature for wheat in these states should be around 30 degree Celsius. Above 32 degree Celsius temperature can reduce yield by three to five percent in these states. Higher temperature may reduce grain size of late sowed varieties in Uttar Pradesh and Bihar.
- In Madhya Pradesh the first phase, wheat will be procured from March 18 to May 18 in Bhopal, Indore, Ujjain and Narmadapuram divisions. The second phase of wheat procurement will be from March 25 to May 25 in remaining divisions including Gwalior, Chambal, Rewa, Shahdol, Sagar and Jabalpur.
- Wheat cash market continued to rule steady despite improved harvesting activities in Rajasthan, Madhya Pradesh and North East Gujarat. Lower arrival at this point of time has compelled govt.'s agencies to extend procurement schedule at least for two weeks. Procurement is expected to start from 1st of April.
- Rake loading from Kota to Kottayam and Coimbatore continues at Rs 1830/Q on delivered basis. Private exporters are still in wait and watch mood and are expected to wait for Uttar Pradesh crop, where there is no bonus over and above MSP.
- Wheat quality in Gujarat is poor in comparison to last year and exporters are unwilling to buy it. Lower production and poor quality there remains discouraging factor and only local traders are buying wheat at Rs1425-1450/Q. Millers from Gujarat are not buying from Rajasthan due to disparity. FOR Kandla is Rs 1590 and when buyers source it from Kota Total costing including freight comes to Rs1665/Q for mill delivery.

### International Market Update:

- As per latest International Grain Council (IGC) report 2012-13 production remains unchanged from previous estimate of 656 million tonnes. Trade has been increased by 1 million tonne to 138 million tonnes from previous estimate due to recent fall in wheat prices across the globe. Carryover stocks have been increased to 177 million tonnes by 1 million tonnes but it is still 20 million tonnes lower year on year basis.
- According to IGC, Wheat output is expected to rise by 4% in 2013-14, a recovery in global use will leave little room to rebuild stocks, which are forecast to increase by just 5 million tonnes year on year basis.
- In 2013-14 Canadian grain prices are expected to fall by 10-15% due to lower international prices and higher domestic and international production as compared to 2012-13.
- According to analysts and trades, Ukraine is likely to raise its grain exports by about 26% to 27 million tonnes in the July 2013-June 2014 season as wheat exports is expected to rise to 8.75 million tonnes from 6.5 million tonnes in 2012-13. Ukraine is expected to produce around 19 million tonnes this year.

**Domestic market Outlook:** We expect wheat Cash and future market to trade steady on back of good crop prospects.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Apr-13	-8	1,440	1,447	1,431	1,435	1,860	-590	12,570	-260
May-13	-6	1,437	1,440	1,427	1,429	1,050	-410	12,830	510
June-13	-1	1,454	1,454	1,440	1,444	470	-90	1,930	70
July-13	-	-	-	-	-	-	-	-	-

Spread	Mar-13	Apr-13	May-13	Jun-13
Spot	145			
Mar-13		-6		
Apr-13			15	
May-13				

Stocks	Demat	In- Process	Total	FED
	21/3/2013	21/3/2013	21/3/2013	18/3/2013
Delhi	-	-	-	-
Itarsi	508	0	508	508
Kanpur	-	-	-	-
Kota	3788	0	3788	3788

## CBOT Wheat Futures: Date: 21.03.2013

Contract	Open	High	Low	Close	+/-
Mar-13	736.00	736.50	726.50	729.00	-7.00
May-13	733.75	734.25	724.75	728.00	-7.00
Jul-13	736.00	739.25	730.25	732.75	-7.00
Sep-13	749.50	750.50	742.00	744.25	-6.00
Dec-13	761.75	762.50	755.25	756.25	-6.25

## FOB Prices (in USD/MT)

Country	21.3.2013	20.3.2013		21.3.2013	20.3.2013
India (Kandla)		305.32	Argentina	312.50	312.50
Australia	278.74	282.69	France	NA	323.80
Russia	272.00	272.00	England	NA	305.30
Ukraine	270.00	270.00			
US (Gulf)	NA	294.50			

## Wheat Daily prices and Arrival

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			3/22/2013	3/21/2013	
Delhi	Lawrence Road	Mill Delivery	1580	1580	Unch
	Nazafgarh	Mill Quality Loose	1525	1550	-25
	Narella	Mill Quality Loose	1520	1520	Unch
Gujarat	Rajkot	Mill Delivery	1590	1550	40
	Ahmedabad	Mill Delivery	1600	1590	10
	Surat	Mill Delivery	1630	1615	15
M.P.	Bhopal	Lokwan	1600	1580	20
	Indore	Mill Delivery	1555	1560	-5
Rajasthan	Kota	Mill Delivery	1525	1530	-5
U.P.	Kanpur	Mill Delivery	1475	1475	Unch
	Mathura	Mill Quality Loose	1430	1440	-10
	Kosi	Mill Delivery	1600	1600	Unch
Punjab	Khanna	Mill Quality Loose	1470	1470	Unch
	(Ludhiana)Jagraon	Mill Delivery	-	-	-
Haryana	Sirsa	Mill Delivery loose	1465	1480	-15
	Hodal	Mill Delivery	1565	1565	Unch
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality	-	-	-
Tamil Nadu	Chennai	Mill Quality	1800	1800	Unch
	Madurai	Mill Quality	1850	1850	Unch
	Coimbatore	Mill Quality	1850	1850	Unch
Chattisgah	Raipur	Mill Quality	1550	1550	Unch
Bihar	Begusarai	Mill Quality	1650	1650	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1590	1590	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1590	1590	Unch

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			3/22/2013	3/21/2013	
Delhi	Lawrence Road	Mill Delivery	1500	1000	500
	Nazafgarh	Mill Quality Loose	100	50	50
	Narella	Mill Quality Loose	175	100	75
Gujarat	Rajkot	Mill Delivery			-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	6000	10000	-4000
U.P.	Kanpur	Mill Delivery	600	500	100

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Punjab	Khanna	Mill Quality Loose	300	500	-200
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	3/22/2013	3/21/2013	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)	610	610	Unch
Chokar (34 kg)	392	395	-3
Chakki Atta (50kg)	935	935	Unch
Chakki Atta (50kg) Special	935	935	Unch
Chakki Atta (90kg) Superfine	1726	1726	Unch
Chakki Atta (50kg) Superfine	940	940	Unch

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