AW AGRIWATCH

Wheat Daily Report

1st May 2013

Wheat Domestic Fundamentals:

- Rajasthan traders are buying lokwan-1 wheat at Rs 1500/Q, loose and stocking it. Rakes are being loaded from Rajasthan to various destinations in South India for Rs 1850-1900/Q at delivered basis. Yield loss has been reported in major wheat growing states varying from 5-15%.
- Centre has procured around 17.2 million tonnes of wheat so far in this season, which is almost 12.5% higher year on year basis. 7.5 million Tonnes have been procured in Punjab, 4.2 million tonnes in M.P and 4.7 million tonnes in Haryana. Sangrur district in Punjab has been leading wheat procurement district with 8.2 lakh tonnes wheat procured so far.
- Private traders and Millers are aggressively buying wheat in Punjab and Haryana as mill delivered price is around Rs 1480-1500/Q, but if Wheat is purchased from U.P basic cost is Rs 1330/Q plus all taxes@ 8%, Gunny bags and Transportation (Extra) total cost comes around Rs 1580-1600/Q on Mill delivered basis, that's why Millers and Private traders are building inventories in Punjab and Haryana.
- Wheat procurement target in M.P are unlikely to be met. Firstly crop is estimated at 12-13 million tonnes as crop was affected by erratic weather and Secondly as exports are open, traders are buying aggressively and farmers too are holding some crop in anticipation of higher prices. So far 3.7 million tonnes has been procured in M.P and it seems 8-9 million tonnes can be procured in this season.
- According to traders and farmers Wheat production is likely to dip by 6 to 7 percent this year due to small grain size and lower yield. Farmers from Punjab, Haryana, Rajasthan, Uttar Pradesh, and Madhya Pradesh have reported lower yield varying from 5 to 8 percent. Abnormally lower temperature in Jan 1st week had adversely impacted the normal growth of the plant and consequently lower grain size. Traders are expecting 88 to 90 million T productions this year against 94.8 million T last year.

International Market Update:

- South Korean firm CJ CheilJedang Corp has bought 48,900 MT of US origins, several types' wheat from Bunge in two consignments to be shipped by 31 July. Around 15,200 MT of soft wheat has been bought at USD 291.52-295.54/T. CNF.
- Wheat planting has been delayed and a loss in yield is seen if Australia doesn't receive substantial rains
 in next two-three weeks. Planting has been delayed in New South Wales and Victoria states due to poor
 soil moisture.
- South Korean Major Feedmill Group has bought 60,000 Tonnes feed wheat of Black sea origin at USD 292/T CNF, for arrival by 25 August. Cargill is the expected seller. Korean feed wheat and corn demand has fallen recently as there has been a big fall in Korean pork and livestock prices below farmers' breakeven levels.

Domestic market Outlook:

Domestic market remains Steady to firm in near term on fresh buying.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
May-13	3	1,475	1,480	1,470	1,478	930	-1,220	10,160	-440
June-13	2	1,505	1,505	1,491	1,502	1,780	-1,290	21,470	340
July-13	-	-	-	-	-	-	-	-	-



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Spread	May-13	Jun-13	July-13	Aug-13
Spot	-33			
May-13		24		
June-13			-	
July-13				-

Stocks	Demat	In- Process	Total	FED
	29/4/2013	29/4/2013	29/4/2013	29/4/2013
Delhi	-	-	-	-
Itarsi	508	0	508	508
Kanpur	52	0	52	52
Kota	2375	0	2375	2934

CBOT Wheat Futures: Date: 29.04.2013

Contract	Open	High	Low	Close	+/-
May-13	688.75	713.00	688.75	709.75	+21.00
Jul-13	695.00	719.75	693.00	716.50	+24.00
Sep-13	701.75	728.00	701.75	725.25	+24.25
Dec-13	717.25	742.25	716.25	739.75	+24.00
Mar-14	734.25	755.00	734.00	752.75	+23.75
May-14	744.00	759.00	738.25	757.25	+23.00

(Fig. in Bushels/Cent)

Wheat Daily prices and Arrival

Centre	Market	Variety	Prices (Prices (Rs/Qtl)		
			30-4-2013	29-4-2013		
Delhi	Lawrence Road	Mill Delivery	1445	1450	-5	
Denn	Nazafgarh	Mill Quality Loose	1425	1425	Unch	
	Narella	Mill Quality Loose	1435	1440	-5	
	Rajkot	Mill Delivery	1560	1560	Unch	
Gujarat	Ahmedabad	Mill Delivery	1610	1620	-10	
	Surat	Mill Delivery	1625	1630	-5	
M.P.	Bhopal	Lokwan	1600	1600	Unch	
MI.F.	Indore	Mill Delivery	1510	1510	Unch	
Rajasthan	Kota	Mill Delivery	1550	1550	Unch	
	Kanpur	Mill Delivery	1460	1460	Unch	
U.P.	Mathura	Mill Quality Loose	1350	1330	20	
	Kosi	Mill Delivery	-	1520	-	
Punjab	Khanna	Mill Quality Loose	1350	1350	Unch	
Punjab	(Ludhiana)Jagraon	Mill Delivery	1480	1480	Unch	
	Sirsa	Mill Delivery loose	1350	1350	Unch	
Hawsons	Hodal	Mill Delivery	1480	1480	Unch	
Haryana	Panipat	Mill Quality Loose	1350	1350	Unch	
	Karnal	Mill Quality Loose	1350	1350	Unch	
Tamil Nadu	Chennai	Mill Quality	1850	1850	Unch	
Tallili Nadu	Madurai	Mill Quality	1900	1900	Unch	



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	Coimbatore	Mill Quality	1900	1900	Unch
Chattisgah	Raipur	Mill Quality	1525	1525	Unch
Bihar	Begusarai	Mill Quality	1365	1365	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1600	1600	Unch
FUK	Gandhidham(Rajasthan-Kota)	Mill Quality	1600	1600	Unch

Centre	Market	Variety	Arrivals (Bags/Qtl)	Change
			30-4-2013	29-4-2013	
Delhi	Lawrence Road	Mill Delivery	8000	12000	-4000
Deini	Nazafgarh	Mill Quality Loose	500	1500	-1000
	Narella	Mill Quality Loose	3500	4500	-1000
Gujarat	Rajkot	Mill Delivery	-	-	-
Gujarat	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
MI.P.	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	40000	40000	Unch
U.P.	Kanpur	Mill Delivery	800	700	100
Punjab	Khanna	Mill Quality Loose	50000	50000	Unch
	Sirsa	Mill Quality Loose	20000	25000	-5000
Hamiona	Hodal	Mill Quality Loose	2000	2000	Unch
Haryana	Panipat	Mill Quality Loose	30000	50000	-20000
	Karnal	Mill Quality Loose	10000	10000	Unch

Wheat Products Delhi	30-4-2013	29-4-2013	Change
Atta (50kg) Ordinary	865	865	Unch
Maida Grade 1 (90kg)	1887	1887	Unch
Maida Grade 1 (50KG)	1030	1030	Unch
Suji (50kg)	1105	1105	Unch
Chokar (50 kg)	645	645	Unch
Chokar (34 kg)	399	399	Unch
Chakki Atta (50kg)	910	910	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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