

Wheat Daily Report

1st June 2013

Wheat Domestic Fundamentals:

- As on 29th May government has procured around 249.86 Lakh tonnes against 339.67 lakh tonnes last year at the same time. Arrivals are low and active buying from private trader may restrict government procurement to 25.3-25.8 million tonnes, however supply side will remain comfortable due to huge carryover stocks.
- Production is estimated at 88.2 million tonnes by Agriwatch this year due to fall in yield in Haryana, Punjab, Rajasthan, U.P and Madhya Pradesh. 5 year average yield indicates production at 85.94 million tonnes. Market rumors 80-82 million tonnes production seems unlikely.
- Madhya Pradesh wheat is demanded in Gujarat, Rajasthan and South Indian Market. Loose wheat prices have fallen to Rs 1570/Q from 1630/Q from last week owing to slack demand from exporters.
- Ongoing discussion of lower crop has changed the inner tone of the market and medium term outlook
 depends on government pricing and allocation policy. To contain the rising prices government needs
 to allocate more quantity at discounted price, so inflation can be checked which is generally seen rising
 June onwards.
- Export is likely to decrease due to unviable prices in domestic market. Private traders are not interest in buying old crop wheat at Rs 1484/Q; hence Indian exporters are unable to offer wheat below USD 300/T FOB. US Wheat FOB is ruling around USD 280/T and Black Sea region FOB is ruling at USD 270-280/Q, posing stiff competition to Indian wheat in International market.

International Market Update:

- Thailand has bought around 109,000 MT of Russian origin feed wheat at USD 284-285.50/MT, CNF for July-August delivery.
- Russian domestic wheat crop is expected around 50 million tonnes this year which is around 12 million tonnes from last year. Exports are expected to rise to 15-16 million tonnes from last year's 11 million tonnes. Government may buy3-4 million tonnes wheat to replenish its depleted wheat stock.
- Egypt has harvested around 3.057 million tonnes wheat in this season which is around 45% higher than previous year. Egypt is expected to produce 9-9.5 million tonnes wheat this year. Egypt might import lower quantity this year due to better domestic production.
- Ukraine has exported 6.6 million tonnes of wheat in this season according to Ukrainian Ministry of Agriculture. It is estimated that Ukraine grain export may rise to 23-24 million tonnes from 22.8 million tonnes last year.

Domestic market Outlook:

Domestic market remains Steady to firm owing to strong demand and lower arrivals.

	NCDEX Wheat Futures								
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
June-13	14	1,585	1,615	1,585	1,606	3,680	810	18,670	-290
July-13	-	-	-	-	-	-	-	-	-
Aug-13	-	-	-	-	-	-	-	-	-



Wheat Daily Report 1st June 2013

Spread	Jun-13	July-13	Aug-13	Sept-13
Spot	-31			
June-13		-		
July-13			-	
Aug-13				-

Stocks	Demat	In- Process	Total	FED
	30/5/2013	30/5/2013	30/5/2013	27/5/2013
Delhi	5910	1624	7534	5394
Itarsi	508	0	508	508
Kanpur	52	0	52	52
Kota	201	0	201	201

Wheat (CBOT) On 30.5.2013 (Bushels/Cent)

Contract	Open	High	Low	Close	+/-
Jul-13	699.00	702.25	687.50	698.75	-4.00
Sep-13	708.00	711.25	696.00	708.00	-3.25
Dec-13	723.75	727.25	711.75	723.50	-3.75
Mar-14	737.00	742.50	727.25	738.75	-3.75
May-14	748.50	751.75	739.75	748.00	-3.75
Jul-14	748.25	756.00	743.25	752.25	-3.75

Wheat Daily Prices and Arrivals on 31.5.2013

Centre	Market	Variety	Prices	(Rs/Qtl)	Change
			31-5-2013	30-5-2013	
Delhi	Lawrence Road	Mill Delivery	1575	1580	-5
Deim	Narella	Mill Quality Loose	1525	1545	-20
	Nazafgarh	Mill Quality Loose	1540	1525	15
	Rajkot	Mill Delivery	1700	1700	Unch
Gujarat	Ahmedabad	Mill Delivery	1725	1725	Unch
	Surat	Mill Delivery	1745	1740	5
M.P.	Bhopal	Lokwan	1800	1800	Unch
MI.F.	Indore	Mill Delivery	1575 1580 1525 1545 1540 1525 1700 1700 1725 1725 1745 1740	-15	
Rajasthan	Kota	Mill Quality Loose	1560	1575	-15
Kajastiiaii	Kota	Mill Delivery	1650	1690	-40
	Kanpur	Mill Delivery	1600	1650	-50
	Mathura	Mill Quality Loose	1490	1485	5
U.P.	Kosi	Mill Delivery	1600	1600	Unch
	Hathras	Mill Delivery	1550	1550	Unch
Descript	Khanna	Mill Quality Loose	1380	1400	-20
Punjab	(Ludhiana)Jagraon	Mill Delivery	1490	1490	Unch
	Sirsa	Mill Delivery loose	1415	1410	5
However	Hodal	Mill Delivery	1580	1590	-10
Haryana	Panipat	Mill Quality Loose	lity Loose 1490 1485 elivery 1600 1600 elivery 1550 1550 lity Loose 1380 1400 elivery 1490 1490 very loose 1415 1410 elivery 1580 1590 lity Loose 1350 -	-	-
	Karnal	Mill Quality Loose	-	-	-
Tamil Nadu	Chennai	Mill Quality	1900	1900	Unch
Talliii Nadu	Madurai	Mill Quality	1950	1950	Unch



Wheat Daily Report

1st June 2013

	Coimbatore	Mill Quality	1950	1950	Unch
Chattisgah	Raipur	Mill Quality	1525	1525	Unch
Bihar	Begusarai	Mill Quality	1365	1365	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1625	1625	Unch
FUK	Gandhidham(Rajasthan-Kota)	Mill Quality	1625	1625	Unch

Centre	Market	Variety	Arrivals ((Bags/Qtl)	Change
			31-5-2013	30-5-2013	
Delhi	Lawrence Road	Mill Delivery	7000	10000	-3000
Dellii	Narella	Mill Quality Loose	5500	5000	500
	Nazafgarh	Mill Quality Loose	400	200	200
Cuionat	Rajkot	Mill Delivery	-	-	-
Gujarat	Ahmadabad	Mill Delivery	-	-	-
MD	Bhopal	Lokwan	-	-	-
M.P.	Indore	Mill Delivery		-	
Rajasthan	Kota	Mill Quality	15000	15000	Unch
	Kanpur	Mill Delivery	700	800	-100
U.P.	Mathura	Mill Quality Loose	1000	1500	-500
	Hathras	Mill Quality Loose	600	900	-300
Punjab	Khanna	Mill Quality Loose	4000	3000	1000
	Sirsa	Mill Quality Loose	1500	200	1300
However	Hodal	Mill Quality Loose	200	200	Unch
Haryana	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality Loose	-	-	-

Wheat Products Delhi	31-5-2013	30-5-2013	Change
Atta (50kg) Ordinary	890	890	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)	417	417	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

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.