

## Wheat Domestic Fundamentals:

- Domestic market is trading steady to weak due to slack buying and rains affecting the trade.
- USDA has pegged Indian wheat production at 87 million tonnes, which is 5 million tonnes lower from previous estimate of 92 million tonnes. Fall in production is attributed to fall in yield in Punjab, Haryana and Uttar Pradesh ranging from 8-10%. Wheat exports are seen at 5 million tonnes owing to better global production and falling international prices.
- As on 12<sup>th</sup> June 250.69 lakh tonnes wheat has been procured by government agencies as compared to 363.08 lakh tonnes. Wheat procurement is lagging behind by 31% due to lower production and higher market price over MSP. It is expected that procurement may remain around 252-254 lakh tonnes this season.
- Wheat from Sirsa region is reaching Jammu at Rs 1600/Q, Mill delivered, Kandla at Rs 1660/Q and Punjab 1530-1540/Q. In Mathura region ITC is buying wheat at Rs 1680-1700/Q and Maharashtra and South Indian miller too is sourcing wheat from Mathura region.
- On 1<sup>st</sup> June, 2013 government has 443.89 Lakh tonnes of wheat in its central pool, which is lower than last year's 489.70 lakh tonnes at the same time.
- Wheat from U.P is reaching Karnataka (Bangalore, Hassan and Mysore) at Rs 1870-1895/Q delivered by truck. Parity from U.P may not sustain due to rising prices in U.P and South Indian traders may turn to Rajasthan and M.P in days to come.
- As per the reports government has removed the 5% VAT from Wheat lifted from Punjab and Haryana for exports and unconfirmed reports say government may fix price around Rs 1550/Q against Rs 1484/Q plus VAT.
- Arrivals have decreased drastically in Haryana and Punjab in recent times, pushing prices north to Rs 1390-1460/Q, loose quality. Lower arrivals have raised concern over production this year.

## International Market Update:

- Argentinean farmers have sown 30% of 3.9 million hectares of wheat, which is an increase of 10.6% points increase from previous week and 4.7% points increase year on year basis owing to dry weather.
- USDA report projects global wheat production at 695.86 million tonnes against 701.10 million tonnes in previous report due to fall in production in India, Black Sea region and EU. Ending Stocks too have been reduced to 181.25 million tonnes from 186.38 million tonnes owing to fall in production and increase in consumption demand from India, Iran and Egypt.
- Egypt government has procured 3.5 million tonnes wheat so far from domestic harvest, which is enough till 1 December 2013. Egypt is trying to reduce its wheat import and Egypt's local production is estimated at 9-9.5 million tonnes.

## Domestic market Outlook:

Domestic market is likely to trade steady and consolidate at current levels.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
June-13	-10	1606	1622	1605	1609	2,750	-280	18,250	-80
July-13	-9	1639	1640	1624	1630	1,690	630	4,730	540
Aug-13	-12	1656	1656	1645	1650	670	370	2,470	180



## Wheat Daily Report

### 15<sup>th</sup> June 2013

Spread	July-13	Aug-13	Sept-13	Oct-13
<b>Spot</b>	-14			
<b>July-13</b>		21		
<b>Aug-13</b>			20	
<b>Sept-13</b>				-

Stocks	Demat	In-Process	Total	FED
	12/6/2013	12/6/2013	12/6/2013	10/6/2013
<b>Delhi</b>	13376	1297	14673	11663
<b>Itarsi</b>	508	0	508	508
<b>Kanpur</b>	52	0	52	52
<b>Kota</b>	-	-	-	-

### Wheat (CBOT) On 13.6.2013 (Bushels/Cent)

Contract	Open	High	Low	Close	+/-
<b>Jul-13</b>	683	687	675	685.5	2.5
<b>Sep-13</b>	691.25	694.75	683	693.75	2.75
<b>Dec-13</b>	705	708	696.75	706.75	1.5
<b>Mar-14</b>	717	722	711	720.75	1.75
<b>May-14</b>	730.25	731.75	721.75	731	1.75
<b>Jul-14</b>	735.75	738.5	728	737.25	1.5

### Wheat Daily Prices and Arrivals on 14.6.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			6/14/2013	6/13/2013	
<b>Delhi</b>	Lawrence Road	Mill Delivery	1595	1610	<b>-15</b>
	Narella	Mill Quality Loose	1570	1600	<b>-30</b>
	Nazafgarh	Mill Quality Loose	1530	1575	<b>-45</b>
<b>Gujarat</b>	Rajkot	Mill Delivery	1670	1680	<b>-10</b>
	Ahmedabad	Mill Delivery	1720	1720	<b>Unch</b>
	Surat	Mill Delivery	1735	1735	<b>Unch</b>
<b>M.P.</b>	Bhopal	Lokwan	1725	1725	<b>Unch</b>
	Indore	Mill Delivery	1610	1610	<b>Unch</b>
<b>Rajasthan</b>	Kota	Mill Quality Loose	1525	1575	<b>-50</b>
		Mill Delivery	1600	1680	<b>-80</b>
<b>U.P.</b>	Kanpur	Mill Delivery	1580	1570	<b>10</b>
	Mathura	Mill Quality Loose	1490	1490	<b>Unch</b>
	Kosi	Mill Delivery	1700	1700	<b>Unch</b>
	Hathras	Mill Quality Loose	1475	1475	<b>Unch</b>
<b>Punjab</b>	Khanna	Mill Quality Loose	1400	1400	<b>Unch</b>
	(Ludhiana)Jagraon	Mill Delivery	1490	1490	<b>Unch</b>
<b>Haryana</b>	Sirsa	Mill Delivery loose	1445	1440	<b>5</b>
	Hodal	Mill Delivery	1610	1610	<b>Unch</b>
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality Loose	-	-	-
	Bhiwani	Mill Quality Loose	1510	1510	<b>Unch</b>
<b>Tamil Nadu</b>	Chennai	Mill Quality	1850	1975	<b>-125</b>
	Madurai	Mill Quality	1900	2025	<b>-125</b>



	Coimbatore	Mill Quality	1900	2025	<b>-125</b>
<b>Chattisgarh</b>	Raipur	Mill Quality	1525	1525	<b>Unch</b>
<b>Bihar</b>	Begusarai	Mill Quality	1365	1365	<b>Unch</b>
<b>FOR</b>	Kandla(Rajasthan-Kota)	Mill Quality	1670	1650	<b>20</b>
	Gandhidham(Rajasthan-Kota)	Mill Quality	1670	1650	<b>20</b>
Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
<b>Delhi</b>			<b>6/14/2013</b>	<b>6/13/2013</b>	
	Lawrence Road	Mill Delivery	10000	15000	<b>-5000</b>
	Narella	Mill Quality Loose	1800	1500	<b>300</b>
	Nazafgarh	Mill Quality Loose	300	300	<b>Unch</b>
<b>Gujarat</b>	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
<b>M.P.</b>	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
<b>Rajasthan</b>	Kota	Mill Quality		4000	<b>-4000</b>
<b>U.P.</b>	Kanpur	Mill Delivery	-	-	-
	Mathura	Mill Quality Loose	1500	1500	<b>Unch</b>
	Kosi	Mill Quality Loose	1500	1500	<b>Unch</b>
	Hathras	Mill Quality Loose	350	350	<b>Unch</b>
<b>Punjab</b>	Khanna	Mill Quality Loose	1000	1000	<b>Unch</b>
<b>Haryana</b>	Sirsa	Mill Quality Loose	200	200	<b>Unch</b>
	Hodal	Mill Quality Loose	150	150	<b>Unch</b>
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality Loose	-	-	-
	Bhiwani	Mill Quality Loose	600	400	<b>200</b>

Wheat Products Delhi	6/14/2013	6/13/2013	Change
Atta (50kg) Ordinary	915	915	<b>Unch</b>
Maida Grade 1 (90kg)	1932	1932	<b>Unch</b>
Maida Grade 1 (50KG)	1055	1055	<b>Unch</b>
Suji (50kg)	1120	1120	<b>Unch</b>
Chokar (50 kg)	619	626	<b>-7</b>
Chokar (34 kg)	380	383	<b>-3</b>
Chakki Atta (50kg)	910	910	<b>Unch</b>
Chakki Atta (50kg) Special	935	935	<b>Unch</b>
Chakki Atta (90kg) Superfine	1771	1771	<b>Unch</b>
Chakki Atta (50kg) Superfine	965	965	<b>Unch</b>

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