

## Wheat Domestic Fundamentals:

- Prices have fallen in past few days as arrivals has increased in mandis as farmers are trying to release wheat stocks ahead of heavy monsoon showers in Madhya Pradesh and Rajasthan. Slack demand from millers and stockiest too has pressurized the market prices.
- As per traders, despite of falling INR exporters are not buying much for exports as international markets are expected to trade weak ahead of harvesting in key wheat producing and exporting countries like US, Ukraine and Russia. Better wheat plantation in Canada and Argentina along with improved soil moisture due to recent rains in Australia is likely to put downward pressure.
- In Gujarat wheat is reaching from Rajasthan and M.P mostly at Rs 1650/Q delivered and local loose wheat is traded at Rs 1530-1550/Q. In Rajasthan loose wheat is traded at Rs 1530-1540/Q which is almost Rs 40/Q lower from previous week.
- Wheat inflation has fallen to 12.65% in May from 13.89% in April. Wheat WPI for May 2013 was 201.30 against 204.20 in April 2013.
- 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 tones 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.
- 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.

## International Market Update:

- Winter wheat harvest in US is under way in southern plains and initial reports say that harvest is not as poor it was feared. As temperature in May remained cool and above normal it helped in grain filling hence improving yield prospects.
- Argentinean farmers has 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 has 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.

## Domestic market Outlook:

Domestic market is likely to trade steady to weak due to slack demand and increase in arrivals in Mandi.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
June-13	-11	1598	1601	1582	1587	4,410	1,660	18,710	630
July-13	-14	1621	1621	1598	1605	2,710	1,690	4,840	200
Aug-13	-17	1630	1630	1616	1625	760	490	2,660	90

## Wheat Daily Report

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

Spread	July-13	Aug-13	Sept-13	Oct-13
<b>Spot</b>	3			
<b>July-13</b>		18		
<b>Aug-13</b>			20	
<b>Sept-13</b>				-

Stocks	Demat	In-Process	Total	FED
	15/6/2013	15/6/2013	15/6/2013	10/6/2013
<b>Delhi</b>	14262	281	14543	11663
<b>Itarsi</b>	508	0	508	508
<b>Kanpur</b>	52	0	52	52
<b>Kota</b>	-	-	-	-

### Wheat (CBOT) On 14.6.2013 (Bushels/Cent)

Contract	Open	High	Low	Close	+/-
<b>Jul-13</b>	685	685.5	676.5	680.75	-4.75
<b>Sep-13</b>	693.75	693.75	684.5	688.75	-5
<b>Dec-13</b>	706.5	706.75	697	701.5	-5.25
<b>Mar-14</b>	719	720.75	710.25	714.5	-6.25
<b>May-14</b>	726.75	731	720.25	725	-6
<b>Jul-14</b>	737.75	737.75	727.75	732	-5.25

### Wheat Daily Prices and Arrivals on 17.6.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			6/17/2013	6/15/2013	
<b>Delhi</b>					
	Lawrence Road	Mill Delivery	1590	1590	Unch
	Narella	Mill Quality Loose	-	1530	-
	Nazafgarh	Mill Quality Loose	-	1525	-
<b>Gujarat</b>	Rajkot	Mill Delivery	1600	1650	-50
	Ahmedabad	Mill Delivery	1715	1720	-5
	Surat	Mill Delivery	1735	1735	Unch
<b>M.P.</b>	Bhopal	Lokwan	1650	1725	-75
	Indore	Mill Delivery	1610	1610	Unch
<b>Rajasthan</b>	Kota	Mill Quality Loose	1540	1540	Unch
		Mill Delivery	1600	1600	Unch
<b>U.P.</b>	Kanpur	Mill Delivery	1590	1580	10
	Mathura	Mill Quality Loose	1460	1465	-5
	Kosi	Mill Delivery	1650	1700	-50
	Hathras	Mill Quality Loose	-	1455	-
<b>Punjab</b>	Khanna	Mill Quality Loose	-	-	-
	(Ludhiana)Jagraon	Mill Delivery	-	-	-
<b>Haryana</b>	Sirsa	Mill Delivery loose	1440	-	-
	Hodal	Mill Delivery	1590	1590	Unch
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality Loose	-	-	-
	Bhiwani	Mill Quality Loose	1490	1500	-10
<b>Tamil Nadu</b>	Chennai	Mill Quality	1850	1850	Unch
	Madurai	Mill Quality	1900	1900	Unch

	Coimbatore	Mill Quality	1900	1900	Unch
<b>Chattisgarh</b>	Raipur	Mill Quality	1525	1525	Unch
<b>Bihar</b>	Begusarai	Mill Quality	1365	1365	Unch
<b>FOR</b>	Kandla(Rajasthan-Kota)	Mill Quality	1680	1680	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1680	1680	Unch
Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
<b>Delhi</b>			<b>6/17/2013</b>	<b>6/15/2013</b>	
	Lawrence Road	Mill Delivery	7000	8000	-1000
	Narella	Mill Quality Loose	-	1000	-
	Nazafgarh	Mill Quality Loose	-	250	-
<b>Gujarat</b>	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
<b>M.P.</b>	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
<b>Rajasthan</b>	Kota	Mill Quality	20000	20000	Unch
<b>U.P.</b>	Kanpur	Mill Delivery	-	-	-
	Mathura	Mill Quality Loose	1000	1500	-500
	Kosi	Mill Quality Loose	100	1500	-1400
	Hathras	Mill Quality Loose	-	400	-
<b>Punjab</b>	Khanna	Mill Quality Loose	-	-	-
<b>Haryana</b>	Sirsa	Mill Quality Loose	200	-	-
	Hodal	Mill Quality Loose	200	200	Unch
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality Loose	-	-	-
	Bhiwani	Mill Quality Loose	300	400	-100
Wheat Products Delhi		6/17/2013	6/15/2013	Change	
Atta (50kg) Ordinary		915	915	Unch	
Maida Grade 1 (90kg)		1932	1932	Unch	
Maida Grade 1 (50KG)		1055	1055	Unch	
Suji (50kg)		1120	1120	Unch	
Chokar (50 kg)		642	619	+23	
Chokar (34 kg)		377	380	-3	
Chakki Atta (50kg)		910	910	Unch	
Chakki Atta (50kg) Special		935	935	Unch	
Chakki Atta (90kg) Superfine		1771	1771	Unch	
Chakki Atta (50kg) Superfine		965	965	Unch	

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