

## Wheat Domestic Fundamentals:

- Market participants believe that wheat prices will trade range bound/steady for till September and they see uptrend October onwards as impact of lower crop production will be visible by that time, as of now ease in demand side has restricted uptrend in the prices. During the lean season, October onwards market will be dependent on government stock, pricing policy and quantity released which is believed to decide the direction of market movement.
- STC has received the highest bid of USD 300/MT for 100,000 MT of wheat to be shipped from west coast port.
- PEC has received the highest bid of USD 300/MT from Al Ghurair for 90,000 MT wheat to be exported from west coast by 20<sup>th</sup> July.
- Government may allow 2 million tonnes above 4.5 million tonnes for export at the floor price of USD 300/T. Cabinet may consider releasing 100 million tonnes in domestic market for bulk and other schemes at Rs 1500/Q.
- As per trade sources wheat in South Indian markets is sourced from Rajasthan and M.P as there is no parity from U.P due to export demand for U.P wheat from Bangladesh. Prices in Rajasthan and M.P have fallen in past few days as arrivals have increased and demand has fallen.
- Prices have fallen in past few days as arrivals have 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.
- 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.

## International Market Update:

- Taiwan flour miller association has bought 85,000 MT of US milling wheat with GMO free quality assurance. For shipment between July 22 and Aug. 5, the association bought 28,500 tonnes of dark northern spring wheat at USD 345.42 FOB, 9600 tonnes of hard red winter at USD 343.77 FOB and 10,150 tonnes of western white wheat at USD 302.83 FOB.
- Indonesian government may impose three year or indefinite 20% import duty on import of wheat flour. On 5<sup>th</sup> Dec 2012 government imposed 20% import duty to study the impact of wheat flour import on domestic flour mills. Turkey and Sri Lanka are largest wheat flour exporters to Indonesia.

## 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	-4	1585	1595	1584	1585	1,520	-760	16,660	-460
July-13	-2	1609	1614	1604	1606	840	-290	6,050	160
Aug-13	0	1635	1635	1627	1629	250	-260	2,880	-50

## Wheat Daily Report

### 21<sup>st</sup> June 2013

Spread	July-13	Aug-13	Sept-13	Oct-13
Spot	0			
July-13		21		
Aug-13			23	
Sept-13				-

Stocks	Demat	In-Process	Total	FED
	19/6/2013	19/6/2013	19/6/2013	17/6/2013
Delhi	15517	299	15816	14262
Itarsi	508	0	508	508
Kanpur	52	0	52	52
Kota	-	-	-	-

### Wheat (CBOT) On 19.6.2013 (Bushels/Cent)

Contract	Open	High	Low	Close	+/-
Jul-13	684.50	710.75	682.50	707.00	+19.50
Sep-13	692.00	718.00	689.75	714.25	+19.50
Dec-13	704.50	730.75	702.75	727.00	+19.00
Mar-14	717.75	744.00	717.75	741.00	+19.25
May-14	729.00	754.25	728.25	751.25	+19.00
Jul-14	734.75	761.00	734.25	757.25	+18.50

### Wheat Daily Prices and Arrivals on 20.6.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			20-6-2013	19-6-2013	
Delhi					
	Lawrence Road	Mill Delivery	1585	1590	-5
	Narella	Mill Quality Loose	1520	-	-
	Nazafgarh	Mill Quality Loose	1525	-	-
Gujarat	Rajkot	Mill Delivery	1640	1640	Unch
	Ahmedabad	Mill Delivery	1720	1715	5
	Surat	Mill Delivery	1730	1735	-5
M.P.	Bhopal	Lokwan	1650	1650	Unch
	Indore	Mill Delivery	1600	1600	Unch
Rajasthan	Kota	Mill Quality Loose	-	1500	-
		Mill Delivery	-	1560	-
U.P.	Kanpur	Mill Delivery	1560	1590	-30
	Mathura	Mill Quality Loose	1470	1460	10
	Kosi	Mill Delivery	1650	1600	50
	Hathras	Mill Quality Loose	1440	1430	10
Punjab	Khanna	Mill Quality Loose	1480	1480	Unch
	(Ludhiana)Jagraon	Mill Delivery	1535	1535	Unch
Haryana	Sirsa	Mill Delivery loose	1450	1475	-25
	Hodal	Mill Delivery	1570	1590	-20
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality Loose	1500	-	-
	Bhiwani	Mill Quality Loose	1500	1490	10
Tamil Nadu	Chennai	Mill Quality	-	1850	-

	Madurai	Mill Quality	-	1900	-
	Coimbatore	Mill Quality	-	1900	-
<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	-	1650	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	-	1650	-
<b>Centre</b>	<b>Market</b>	<b>Variety</b>	<b>Arrivals (Bags/Qtl)</b>		<b>Change</b>
<b>Delhi</b>			<b>20-6-2013</b>	<b>19-6-2013</b>	
	Lawrence Road	Mill Delivery	10000	9000	<b>1000</b>
	Narella	Mill Quality Loose	2000	-	-
	Nazafgarh	Mill Quality Loose	100	-	-
<b>Gujarat</b>	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
<b>M.P.</b>	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
<b>Rajasthan</b>	Kota	Mill Quality	-	-	-
<b>U.P.</b>	Kanpur	Mill Delivery	400	700	<b>-300</b>
	Mathura	Mill Quality Loose	700	500	<b>200</b>
	Kosi	Mill Quality Loose	2000	1500	<b>500</b>
	Hathras	Mill Quality Loose	500	350	<b>150</b>
<b>Punjab</b>	Khanna	Mill Quality Loose	300	300	<b>Unch</b>
<b>Haryana</b>	Sirsa	Mill Quality Loose	200	200	<b>Unch</b>
	Hodal	Mill Quality Loose	300	200	<b>100</b>
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality Loose	-	-	-
	Bhiwani	Mill Quality Loose	400	400	<b>Unch</b>
<b>Wheat Products Delhi</b>		<b>20-6-2013</b>	<b>19-6-2013</b>	<b>Change</b>	
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)		650	650	<b>Unch</b>	
Chokar (34 kg)		369	369	<b>Unch</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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