

Wheat Domestic Fundamentals:

- CCEA has cleared 100 lakh tonnes of wheat sale under OMSS scheme at Rs 1500/Q plus freight. Out of 100 lakh tonnes 85 lakh tonnes will be lifted from Punjab and Haryana. 10 Lakh tonnes wheat is released for small traders at Rs 1500/Q plus freight.
- 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 20th 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.
- 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:

- International Spot and Future markets are likely to trade steady to weak due to new crop arrivals pressure from Russia, Ukraine, US and Kazakhstan. The Rust fears do not seem to be affecting market significantly
- Slow harvesting of winter wheat, slow planting progress of spring wheat in US and China's purchase of French Wheat support market in near term. Medium term sentiments remain bearish.
- Russia has raised grain harvest forecast to 95 million tonnes from previous estimate of 93 million tonnes. Wheat crop at 54 million tonnes as compared to previous year's 37.8 million tonnes.

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	-9	1594	1594	1570	1576	4,990	3,470	16,430	-230
July-13	-11	1603	1608	1586	1598	2,050	1,210	6,200	150
Aug-13	-15	1627	1629	1606	1615	960	710	3,230	350

Spread	July-13	Aug-13	Sept-13	Oct-13
Spot	9			
July-13		22		
Aug-13			17	
Sept-13				-

Stocks	Demat	In-Process	Total	FED
	20/6/2013	20/6/2013	20/6/2013	17/6/2013
Delhi	15816	0	15816	14262
Itarsi	508	0	508	508
Kanpur	52	0	52	52
Kota	-	-	-	-

Wheat (CBOT) On 20.6.2013 (Bushels/Cent)

Contract	Open	High	Low	Close	+/-
Jul-13	705.25	707.75	695	700.5	-6.5
Sep-13	712.75	714.75	701.75	707.75	-6.5
Dec-13	725.5	727	712.75	719.75	-7.25
Mar-14	738.5	741	725.75	733.5	-7.5
May-14	746	751.25	735.5	742.75	-8.5
Jul-14	755.25	757.25	741.25	748	-9.25

Wheat Daily Prices and Arrivals on 21.6.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			6/21/2013	6/20/2013	
Delhi	Lawrence Road	Mill Delivery	1585	1585	Unch
	Narella	Mill Quality Loose	1540	1520	20
	Nazafgarh	Mill Quality Loose	1525	1525	Unch
Gujarat	Rajkot	Mill Delivery	1640	1640	Unch
	Ahmedabad	Mill Delivery	1715	1720	-5
	Surat	Mill Delivery	1725	1730	-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	1560	Unch
	Mathura	Mill Quality Loose	1490	1470	20
	Kosi	Mill Delivery	1650	1650	Unch
	Hathras	Mill Quality Loose	1440	1440	Unch
Punjab	Khanna	Mill Quality Loose	1480	1480	Unch
	(Ludhiana)Jagraon	Mill Delivery	1535	1535	Unch
Haryana	Sirsa	Mill Delivery loose	1450	1450	Unch
	Hodal	Mill Delivery	1500	1570	-70
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality Loose	1500	1500	Unch
	Bhiwani	Mill Quality Loose	1500	1500	Unch
Tamil Nadu	Chennai	Mill Quality	1850	-	-
	Madurai	Mill Quality	1900	-	-

	Coimbatore	Mill Quality	1900	-	-
Chhattisgarh	Raipur	Mill Quality	-	1525	-
Bihar	Begusarai	Mill Quality	-	1365	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1640	-	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	1640	-	-
Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			6/21/2013	6/20/2013	
	Lawrence Road	Mill Delivery	13000	10000	3000
	Narella	Mill Quality Loose	1200	2000	-800
	Nazafgarh	Mill Quality Loose	100	100	Unch
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	10000	-	-
U.P.	Kanpur	Mill Delivery	-	-	-
	Mathura	Mill Quality Loose	1000	700	300
	Kosi	Mill Quality Loose	2000	2000	Unch
	Hathras	Mill Quality Loose	500	500	Unch
Punjab	Khanna	Mill Quality Loose	300	300	Unch
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	200	300	-100
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality Loose	-	-	-
	Bhiwani	Mill Quality Loose	400	400	Unch
Wheat Products Delhi		21-6-2013	20-6-2013	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)		641	650	-9	
Chokar (34 kg)		363	369	-6	
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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