

Wheat Domestic Fundamentals:

- Wheat markets are trading weak and bulk buyers are waiting for the immediate impact of market of freeing 10 million tonnes wheat for bulk and small traders. Higher allocation for domestic market would not allow tightening of cash market firmer in the near term.
- Export plans through PSU's may be dropped and decision over it is still pending. Export through private channel might be considered in next meeting expected at the end of this week. Export around \$300 per T would be difficult as bearish trend in the global market is likely to continue with lower quotes in Black Sea region(\$258/\$264 per T)
- Out of 10 million T 8.5 million tons of wheat to bulk buyers at a base price of Rs 15,000 a ton. Traders would receive wheat through bidding process. The remaining 1.5 million tons will be offered to state governments, small traders and cooperatives at the base price. The cabinet is expected to consider a plan to sell 7.5 million tons of wheat and rice to the poor at subsidized rates next week.
- 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.
- 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.
- 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:

- EU soft milling wheat production is seen up by 4.2% as per reports by Cocal. EU is expected to harvest 130.7 million tonnes soft wheat as compared to 125.4 million tonnes previous year owing to rise in production in Spain and Romania.
- 20% winter wheat has been harvested in US, up from 11% a week earlier but it is behind 5 year average of 37%. This might support CBOT in near term, however medium term sentiments remains bearish.
- Weather conditions remain favorable for wheat harvesting activities in Southern Federal District and in the North-Caucasus Federal District. Russian wheat Black sea, FOB prices for 12.5% protein were down by USD 2/MT to USD 262/MT.
- Egypt will not enter into international buying of wheat in current fiscal year which ends on June 30. Government has enough wheat stocks till December.

Domestic market Outlook: Domestic market is likely to trade steady to weak.

| NCDEX Wheat Futures | | | | | | | | | |
|---------------------|-----|------|------|------|-------|--------|--------|--------|--------|
| Contract | +/- | Open | High | Low | Close | Volume | Change | OI | Change |
| July-13 | 2 | 1570 | 1577 | 1568 | 1571 | 1,330 | -80 | 14,800 | -590 |
| Aug-13 | 1 | 1590 | 1594 | 1584 | 1586 | 440 | -150 | 6,510 | 90 |
| Sep-13 | 1 | 1606 | 1606 | 1601 | 1604 | 440 | 290 | 3,520 | 300 |

| Spread | July-13 | Aug-13 | Sept-13 | Oct-13 |
|---------|---------|--------|---------|--------|
| Spot | -1 | | | |
| July-13 | | 15 | | |
| Aug-13 | | | 18 | |
| Sept-13 | | | | - |

| Stocks | Demat | In-Process | Total | FED |
|--------|------------------|------------------|------------------|------------------|
| | 22.6.2013 | 22.6.2013 | 22.6.2013 | 17.6.2013 |
| Delhi | 15816 | 329 | 16145 | 15816 |
| Itarsi | 508 | 0 | 508 | 508 |
| Kanpur | 52 | 0 | 52 | 52 |
| Kota | | | | |

Wheat (CBOT) On 24.6.2013 (Bushels/Cent)

| Contract | Open | High | Low | Close | +/- |
|----------|--------|--------|--------|--------|--------|
| Jul-13 | 694 | 695 | 676.75 | 679 | -19 |
| Sep-13 | 701.25 | 701.75 | 685 | 687.75 | -17.25 |
| Dec-13 | 712.5 | 713.5 | 699.5 | 702 | -15 |
| Mar-14 | 726.25 | 731 | 713.75 | 716.25 | -14.75 |
| May-14 | 734.5 | 740 | 722.75 | 725.25 | -14.75 |
| Jul-14 | 740 | 745 | 726 | 729 | -16 |

Wheat Daily Prices and Arrivals on 25.6.2013

| Centre | Market | Variety | Prices (Rs/Qtl) | | Change |
|------------|-------------------|---------------------|-----------------|-----------|--------|
| | | | 6/25/2013 | 6/24/2013 | |
| Delhi | Lawrence Road | Mill Delivery | 1570 | 1570 | Unch |
| | Narella | Mill Quality Loose | 1515 | 1490 | 25 |
| | Nazafgarh | Mill Quality Loose | 1515 | 1510 | 5 |
| Gujarat | Rajkot | Mill Delivery | 1620 | 1620 | Unch |
| | Ahmedabad | Mill Delivery | 1690 | 1690 | Unch |
| | Surat | Mill Delivery | 1710 | 1710 | Unch |
| M.P. | Bhopal | Lokwan | 1600 | 1600 | Unch |
| | Indore | Mill Delivery | 1600 | 1585 | 15 |
| Rajasthan | Kota | Mill Quality Loose | 1525 | 1530 | -5 |
| | | Mill Delivery | 1575 | 1520 | 55 |
| U.P. | Kanpur | Mill Delivery | 1560 | 1560 | Unch |
| | Mathura | Mill Quality Loose | 1470 | 1468 | 2 |
| | Kosi | Mill Delivery | 1600 | 1600 | Unch |
| | Hathras | Mill Quality Loose | 1420 | 1415 | 5 |
| Punjab | Khanna | Mill Quality Loose | 1480 | 1500 | -20 |
| | (Ludhiana)Jagraon | Mill Delivery | 1525 | 1525 | Unch |
| Haryana | Sirsa | Mill Delivery loose | 1450 | 1440 | 10 |
| | Hodal | Mill Delivery | - | - | - |
| | Panipat | Mill Quality Loose | - | - | - |
| | Karnal | Mill Delivery | 1500 | 1500 | Unch |
| | Bhiwani | Mill Quality Loose | 1460 | 1490 | -30 |
| Tamil Nadu | Chennai | Mill Quality | 1880 | 1950 | -70 |

| | | | | | |
|------------|----------------------------|--------------|------|------|------------|
| FOR | Madurai | Mill Quality | 1930 | 2000 | -70 |
| | Coimbatore | Mill Quality | 1930 | 2000 | -70 |
| | Kandla(Rajasthan-Kota) | Mill Quality | 1680 | 1650 | 30 |
| | Gandhidham(Rajasthan-Kota) | Mill Quality | 1680 | 1650 | 30 |

| Centre | Market | Variety | Arrivals (Bags/Qtl) | | Change |
|------------------|---------------|--------------------|---------------------|-----------|--------------|
| | | | 6/25/2013 | 6/24/2013 | |
| Delhi | | | | | |
| | Lawrence Road | Mill Delivery | 5000 | 8000 | -3000 |
| | Narella | Mill Quality Loose | 500 | 800 | -300 |
| | Nazafgarh | Mill Quality Loose | 200 | 300 | -100 |
| Gujarat | Rajkot | Mill Delivery | - | - | - |
| | Ahmadabad | Mill Delivery | - | - | - |
| M.P. | Bhopal | Lokwan | - | - | - |
| | Indore | Mill Delivery | - | - | - |
| Rajasthan | Kota | Mill Quality | 6000 | 8000 | -2000 |
| U.P. | Kanpur | Mill Delivery | - | - | - |
| | Mathura | Mill Quality Loose | 1000 | 1000 | Unch |
| | Kosi | Mill Quality Loose | 1000 | 3000 | -2000 |
| | Hathras | Mill Quality Loose | 300 | 500 | -200 |
| Punjab | Khanna | Mill Quality Loose | 300 | 300 | Unch |
| Haryana | Sirsa | Mill Quality Loose | 200 | 300 | -100 |
| | Hodal | Mill Quality Loose | - | - | - |
| | Panipat | Mill Quality Loose | - | - | - |
| | Karnal | Mill Quality Loose | - | - | - |
| | Bhiwani | Mill Quality Loose | 200 | 200 | Unch |

| Wheat Products Delhi | 25-6-2013 | 24-6-2013 | Change |
|------------------------------|-----------|-----------|-------------|
| Atta (50kg) Ordinary | 940 | 940 | Unch |
| Maida Grade 1 (90kg) | 1957 | 1957 | Unch |
| Maida Grade 1 (50KG) | 1080 | 1080 | Unch |
| Suji (50kg) | 1145 | 1145 | Unch |
| Chokar (50 kg) | 571 | 636 | -65 |
| Chokar (34 kg) | 357 | 358 | -1 |
| Chakki Atta (50kg) | 935 | 935 | Unch |
| Chakki Atta (50kg) Special | 960 | 960 | Unch |
| Chakki Atta (90kg) Superfine | 1796 | 1796 | Unch |
| Chakki Atta (50kg) Superfine | 990 | 990 | Unch |

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