

## 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 20<sup>th</sup> 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:

- China may buy 10 million tonnes wheat to make for lower milling quality wheat production. High quality milling wheat is expected to be imported from Canada and US. This may support markets in near term.
- 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.

**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	-6	1572	1572	1561	1567	1,650	320	14,420	-380
Aug-13	-10	1583	1586	1576	1580	970	530	6,340	-170
Sep-13	-11	1598	1600	1594	1594	260	-180	3,470	-50

Spread	July-13	Aug-13	Sept-13	Oct-13
Spot	3			
July-13		13		
Aug-13			14	
Sept-13				-

Stocks	Demat	In-Process	Total	FED
	<b>25.6.2013</b>	<b>25.6.2013</b>	<b>25.6.2013</b>	<b>24.6.2013</b>
Delhi	15816	329	16145	15816
Itarsi	508	0	508	508
Kanpur	52	0	52	52
Kota				

### Wheat (CBOT) On 25.6.2013 (Bushels/Cent)

Contract	Open	High	Low	Close	+/-
Jul-13	679	685.25	675.25	675.75	-3.25
Sep-13	687.75	694.5	684.25	685	-2.75
Dec-13	702.25	708.75	699	699.5	-2.5
Mar-14	715.5	722.75	713.5	713.75	-2.5
May-14	726	730.5	722.75	722.75	-2.5
Jul-14	732.5	734.5	725.5	726.25	-2.75

### Wheat Daily Prices and Arrivals on 26.6.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			6/26/2013	6/25/2013	
Delhi					
	Lawrence Road	Mill Delivery	1570	1570	Unch
	Narella	Mill Quality Loose	Closed	1515	-
	Nazafgarh	Mill Quality Loose	Closed	1515	-
Gujarat	Rajkot	Mill Delivery	1620	1620	Unch
	Ahmedabad	Mill Delivery	1690	1690	Unch
	Surat	Mill Delivery	1705	1710	-5
M.P.	Bhopal	Lokwan	1600	1600	Unch
	Indore	Mill Delivery	1600	1600	Unch
Rajasthan	Kota	Mill Quality Loose	1515	1525	-10
		Mill Delivery	1575	1575	Unch
U.P.	Kanpur	Mill Delivery	1560	1560	Unch
	Mathura	Mill Quality Loose	1450	1470	-20
	Kosi	Mill Delivery	1600	1600	Unch
	Hathras	Mill Quality Loose	1420	1420	Unch
Punjab	Khanna	Mill Quality Loose	1500	1480	20
	(Ludhiana)Jagraon	Mill Delivery	1525	1525	Unch
Haryana	Sirsa	Mill Delivery loose	1445	1450	-5
	Hodal	Mill Delivery	1560	-	-
	Karnal	Mill Delivery	1500	1500	Unch
	Bhiwani	Mill Quality Loose	1450	1460	-10
Tamil Nadu	Chennai	Mill Quality	1870	1880	-10
	Madurai	Mill Quality	1920	1930	-10
	Coimbatore	Mill Quality	1920	1930	-10

FOR	Kandla(Rajasthan-Kota)	Mill Quality	1670	1680	-10
	Gandhidham(Rajasthan-Kota)	Mill Quality	1670	1680	-10
Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			6/26/2013	6/25/2013	
Delhi	Lawrence Road	Mill Delivery	7000	5000	2000
	Narella	Mill Quality Loose	Closed	500	-
	Nazafgarh	Mill Quality Loose	Closed	200	-
	Rajkot	Mill Delivery	-	-	-
Gujarat	Ahmadabad	Mill Delivery	-	-	-
	Bhopal	Lokwan	-	-	-
M.P.	Indore	Mill Delivery	-	-	-
	Kota	Mill Quality	5000	6000	-1000
Rajasthan	Kanpur	Mill Delivery	-	-	-
	Mathura	Mill Quality Loose	1000	1000	Unch
	Kosi	Mill Quality Loose		1000	-1000
	Hathras	Mill Quality Loose	200	300	-100
Punjab	Khanna	Mill Quality Loose	2000	300	1700
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	60	-	-
	Karnal	Mill Quality Loose	-	-	-
	Bhiwani	Mill Quality Loose	200	200	Unch
Wheat Products Delhi		26-6-2013	25-6-2013	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)		556	571	-15	
Chokar (34 kg)		354	357	-3	
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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