

## Wheat Domestic Fundamentals:

- 250.84 lakh tonnes wheat has been procured by government agencies as on 27<sup>th</sup> June against 375.26 lakh tonnes previous year at the same time. Procurement has been poor due to lower production and private traders offering prices above MSP.
- As per traders Wheat is reaching South Indian markets from Rajasthan and Madhya Pradesh at 1800-1950/Q. Local demand has been steady in M.P and Rajasthan. Dull trading activities have been witnessed in major Mandis of M.P owing to persistent rains.
- In Delhi wheat is being imported from Haryana and U.P west region. Traders are buying wheat in U.P for exports to Bangladesh, however purchase prices have not been revealed. No export purchases have been reported from Gujarat and Rajasthan.
- 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.
- 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:

- Pakistan has been a wheat exporter for a while, but this season crop has been below expectation. Unconfirmed sources revealed that Pakistan has made a deal for 50,000 MT milling wheat from Romania and Ukraine at USD 292/MT, CNF Karachi for August shipment.
- 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 Coceral. 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.

**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	1574	1567	1572	680	-970	14,150	-270
Aug-13	6	1579	1587	1578	1587	740	-230	6,150	-190
Sep-13	3	1600	1600	1598	1600	40	-220	3,460	-10

## Wheat Daily Report

28<sup>th</sup> June 2013

Spread	July-13	Aug-13	Sept-13	Oct-13
Spot	-2			
July-13		15		
Aug-13			13	
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	16084	61	16145	15816
Itarsi	508	0	508	508
Kanpur	52	0	52	52
Kota	-	-	-	-

### Wheat (CBOT) On 26.6.2013 (Bushels/Cent)

Contract	Open	High	Low	Close	+/-
Jul-13	675.75	681.5	666	667	-8.75
Sep-13	685	690.25	676	677	-8.00
Dec-13	699.5	704.75	691	692.25	-7.25
Mar-14	713	718.75	705.75	706.5	-7.25
May-14	722	726.5	715	716	-6.75
Jul-14	724	730	718.5	720	-6.25

### Wheat Daily Prices and Arrivals on 27.6.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			6/27/2013	6/26/2013	
Delhi					
	Lawrence Road	Mill Delivery	1580	1570	10
	Narella	Mill Quality Loose	1520	Closed	-
Gujarat	Nazafgarh	Mill Quality Loose	1525	Closed	-
	Rajkot	Mill Delivery	1625	1620	5
	Ahmedabad	Mill Delivery	1690	1690	Unch
M.P.	Surat	Mill Delivery	1710	1705	5
	Bhopal	Lokwan	1600	1600	Unch
Rajasthan	Kota	Indore	1585	1600	-15
		Mill Delivery	1515	1515	Unch
U.P.	Kanpur	Mill Quality Loose	1575	1575	Unch
	Mathura	Mill Delivery	1550	1560	-10
	Kosi	Mill Quality Loose	1445	1450	-5
	Hathras	Mill Delivery	1600	1600	Unch
Punjab	Khanna	Mill Quality Loose	1425	1420	5
	(Ludhiana)Jagraon	Mill Delivery	1500	1500	Unch
Haryana	Sirsa	Mill Delivery	1525	1525	Unch
	Hodal	Mill Delivery loose	1450	1445	5
	Karnal	Mill Delivery	1560	1560	Unch
	Bhiwani	Mill Delivery	1500	1500	Unch
Tamil Nadu	Chennai	Mill Quality Loose	1470	1450	20
	Madurai	Mill Quality	1870	1870	Unch
	Coimbatore	Mill Quality	1920	1920	Unch

FOR	Kandla(Rajasthan-Kota)	Mill Quality	1670	1670	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1670	1670	Unch

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			6/27/2013	6/26/2013	
Delhi					
	Lawrence Road	Mill Delivery	12000	7000	5000
	Narella	Mill Quality Loose	1000	Closed	-
	Nazafgarh	Mill Quality Loose	200	Closed	-
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	5000	5000	Unch
U.P.	Kanpur	Mill Delivery	-	-	-
	Mathura	Mill Quality Loose	1000	1000	Unch
	Kosi	Mill Quality Loose		1000	-1000
	Hathras	Mill Quality Loose	200	200	Unch
Punjab	Khanna	Mill Quality Loose	2000	2000	Unch
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	60	60	Unch
	Karnal	Mill Quality Loose	-	-	-
	Bhiwani	Mill Quality Loose	200	200	Unch

Wheat Products Delhi	27-6-2013	26-6-2013	Change
Atta (50kg) Ordinary	940	940	Unch
Maida Grade 1 (90kg)	1977	1957	+20
Maida Grade 1 (50KG)	1080	1080	Unch
Suji (50kg)	1155	1145	+10
Chokar (50 kg)	561	556	+5
Chokar (34 kg)	351	354	-3
Chakki Atta (50kg)	960	935	+25
Chakki Atta (50kg) Special	985	960	+25
Chakki Atta (90kg) Superfine	1816	1796	+20
Chakki Atta (50kg) Superfine	990	990	Unch

Disclaimer: The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php> © 2013 Indian Agribusiness Systems Pvt Ltd.