

## Wheat Domestic Fundamentals:

- Wheat key spot market is trading steady due to absence of any major market moving factor. Demand and supply is at equilibrium. Wheat future market is likely to trade steady to weak ahead.
- No exports are taking place in Gujarat due to no parity and small/bulk traders has shifted their business to rice exports due to better margins and good international demand for Indian rice.
- U.P this year has been drastically lagging behind in wheat procurement target by 86%. So far 6.83 lakh tonnes wheat has been procured against 48.76 lakh tonnes last year at the same time. This year procurement target of 60 lakh tonnes will be missed by atleast 89% as private traders and exporters bought above MSP during procumbent season. However supply side will remain comfortable due to government's huge carry in stocks and poor exports.
- 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.
- 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:

- South Korean firm Cheiljedang Corp has bought 15,000 Australian milling wheat for October delivery at Busan and Incheon port from Cargill at USD 349/MT, FOB basis.
- Around 50% wheat has been planted in Argentina for 2013-14 crop advancing a brisk 10.8% points over the last week due to good weather. As per reports 52.8% of 3.9 million hectares wheat has been planted. Weather remains favorable for wheat plantation activities.
- Indonesia has bought around 200,000 tonnes of 12% wheat from Russia for around USD 300/MT, CNF August shipment. Indonesia has made this rare purchase due to tight supply and higher prices of Australian wheat (USD 345/MT, CNF).
- Iraq state grain buying agency has made no purchase in for 50,000 MT wheat of Serbian/Hungarian origin for USD 311.67/MT, CNF.
- 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.

**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	-1	1568	1569	1562	1565	2,410	2,270	12,070	-1,630
Aug-13	5	1580	1585	1576	1584	1,540	1,230	6,180	200
Sep-13	8	1596	1600	1595	1600	550	520	3,550	220

## Wheat Daily Report

### 2<sup>nd</sup> July 2013

Spread	July-13	Aug-13	Sept-13	Oct-13
Spot	0			
July-13		19		
Aug-13			16	
Sept-13				-

Stocks	Demat	In-Process	Total	FED
	<b>29.6.2013</b>	<b>29.6.2013</b>	<b>29.6.2013</b>	<b>24.6.2013</b>
Delhi	16084	159	16243	15816
Itarsi	508	0	508	508
Kanpur	52	0	52	52
Kota	-	-	-	-

### Wheat (CBOT) On 28.6.2013 (Bushels/Cent)

Contract	Open	High	Low	Close	+/-
Jul-13	664	668.75	646.75	648.5	<b>-15</b>
Sep-13	673	678.25	656	657.75	<b>-16</b>
Dec-13	688.25	692.75	670	671.5	<b>-17.5</b>
Mar-14	701.5	704.75	682.25	684	<b>-19</b>
May-14	710	714	692.25	693.25	<b>-19</b>
Jul-14	714.75	716	696.25	698	<b>-17.75</b>

### Wheat Daily Prices and Arrivals on 29.6.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			7/1/2013	6/29/2013	
Delhi					
	Lawrence Road	Mill Delivery	1565	1565	Unch
	Narella	Mill Quality Loose	1485	1510	<b>-25</b>
Gujarat	Nazafgarh	Mill Quality Loose	1500	1500	Unch
	Rajkot	Mill Delivery	1625	1625	Unch
	Ahmedabad	Mill Delivery	1710	1700	<b>10</b>
M.P.	Surat	Mill Delivery	1735	1725	<b>10</b>
	Bhopal	Lokwan	1600	1600	Unch
	Indore	Mill Delivery	1590	1590	Unch
Rajasthan	Kota	Mill Quality Loose	1530	1530	Unch
		Mill Delivery	1600	1600	Unch
U.P.	Kanpur	Mill Delivery	1550	1550	Unch
	Mathura	Mill Quality Loose	1430	1430	Unch
	Kosi	Mill Delivery	1550	1550	Unch
	Hathras	Mill Quality Loose	1410	1410	Unch
Punjab	Khanna	Mill Quality Loose	1480	1480	Unch
	(Ludhiana)Jagraon	Mill Delivery	1525	1525	Unch
Haryana	Sirsa	Mill Delivery loose	1450	1450	Unch
	Hodal	Mill Delivery	-	1560	-
	Karnal	Mill Delivery	1480	1480	Unch
	Bhiwani	Mill Quality Loose	1470	1470	Unch
Tamil Nadu	Chennai	Mill Quality	1900	1900	Unch
	Madurai	Mill Quality	1950	1950	Unch
	Coimbatore	Mill Quality	1950	1950	Unch

FOR	Kandla(Rajasthan-Kota)	Mill Quality	1645	1645	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1645	1645	Unch

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			7/1/2013	6/29/2013	
Delhi					
	Lawrence Road	Mill Delivery	10000	10000	Unch
	Narella	Mill Quality Loose	1000	800	200
	Nazafgarh	Mill Quality Loose	200	150	50
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	15000	15000	Unch
U.P.	Kanpur	Mill Delivery	-	-	-
	Mathura	Mill Quality Loose	1000	2000	-1000
	Kosi	Mill Quality Loose	1000	1000	Unch
	Hathras	Mill Quality Loose	500	500	Unch
Punjab	Khanna	Mill Quality Loose	2000	2000	Unch
Haryana	Sirsa	Mill Quality Loose	300	100	200
	Hodal	Mill Quality Loose	-	200	-
	Karnal	Mill Quality Loose	-	-	-
	Bhiwani	Mill Quality Loose	200	200	Unch

Wheat Products Delhi	1-7-2013	29-6-2013	Change
Atta (50kg) Ordinary	940	940	Unch
Maida Grade 1 (90kg)	2022	1977	+45
Maida Grade 1 (50KG)	1105	1080	+25
Suji (50kg)	1180	1155	+25
Chokar (50 kg)	546	551	-5
Chokar (34 kg)	342	345	-3
Chakki Atta (50kg)	960	960	Unch
Chakki Atta (50kg) Special	985	985	Unch
Chakki Atta (90kg) Superfine	1816	1816	Unch
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.