

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 27th 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.

International Market Update:

- Egypt GASC has bought 180,000 MT of wheat from Ukraine and Romania at average price of USD 251.24/MT, FOB for August delivery. Tunisian state buying agency has bought 100,000 MT of optional origin soft wheat for USD 258.69/MT, CNF for Aug-Oct delivery.
- As per latest IGC report, global wheat production is forecasted to rise marginally by 1 million tonnes to 683 million tonne from previous forecast but 4% increase in production is expected from previous year, which is likely to be absorbed by increase in demand and is likely to leave no room for stock building. Ending stocks are expected at 181 million tonnes, 2 million tonnes more y-o-y basis.
- Higher use of wheat for feed and industrial purpose is expected to increase global consumption by modest 2 million tonnes to 682 million tonnes from 680 million tonnes. World wheat trade is expected to increase by 1 million tonnes as Iran and china are expected to import more. Black sea region is likely to export more this year and fall in exports is seen in Indian wheat.
- Indonesia largest South East Asian wheat importer has reduced the wheat flour import tariff of 20% for 2 years from an indefinite extension. Indonesia imported 6 million tonnes wheat previous year, this year it is expected that wheat import may rise to 7 million tonnes.

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	8	1557	1576	1553	1564	4,870	1,470	5,710	-3,760
Aug-13	9	1579	1599	1573	1586	4,270	2,700	8,140	1,680
Sep-13	8	1593	1612	1593	1604	1,150	530	4,200	450

Wheat Daily Report

4th July 2013

Spread	July-13	Aug-13	Sept-13	Oct-13
Spot	1			
July-13		22		
Aug-13			18	
Sept-13				-

Stocks	Demat	In-Process	Total	FED
	2.7.2013	2.7.2013	2.7.2013	2.7.2013
Delhi	16145	98	16243	16145
Itarsi	110	0	110	359
Kanpur	52	0	52	52
Kota	-	-	-	-

Wheat (CBOT) On 02.7.2013 (Bushels/Cent)

Contract	Open	High	Low	Close	+/-
Jul-13	647.25	658	644.75	649.5	3.75
Sep-13	656.25	668	652.25	658.25	3.25
Dec-13	671	682	666.25	671.25	2
Mar-14	683.5	695	680	685	2.25
May-14	695.25	704	690.25	694.25	1.25
Jul-14	700	709.75	696.75	700.75	1.25

Wheat Daily Prices and Arrivals on 3.7.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			7/3/2013	7/2/2013	
Delhi					
	Lawrence Road	Mill Delivery	1565	1570	-5
	Narella	Mill Quality Loose	Closed	1470	-
	Nazafgarh	Mill Quality Loose	Closed	1500	-
Gujarat	Rajkot	Mill Delivery	1620	1625	-5
	Ahmedabad	Mill Delivery	1710	1715	-5
	Surat	Mill Delivery	1725	1735	-10
M.P.	Bhopal	Lokwan	1600	1600	Unch
	Indore	Mill Delivery	1590	1590	Unch
Rajasthan	Kota	Mill Quality Loose	1535	1525	10
		Mill Delivery	1625	1625	Unch
U.P.	Kanpur	Mill Delivery	1550	1550	Unch
	Mathura	Mill Quality Loose	1430	1430	Unch
	Kosi	Mill Delivery	1600	1600	Unch
	Hathras	Mill Quality Loose	1375	1420	-45
Punjab	Khanna	Mill Quality Loose	1480	1480	Unch
	(Ludhiana)Jagraon	Mill Delivery	-	1525	-
Haryana	Sirsa	Mill Delivery loose	1455	1440	15
	Hodal	Mill Delivery	1560	1560	Unch
	Karnal	Mill Delivery	1490	1490	Unch
	Bhiwani	Mill Quality Loose	1470	1470	Unch
Tamil Nadu	Chennai	Mill Quality	1825	1820	5
	Madurai	Mill Quality	1875	1870	5

	Coimbatore	Mill Quality	1875	1870	5
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1665	1665	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1665	1665	Unch

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			7/3/2013	7/2/2013	
	Lawrence Road	Mill Delivery	8000	8000	Unch
	Narella	Mill Quality Loose	Closed	800	-
	Nazafgarh	Mill Quality Loose	Closed	200	-
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	3000	5000	-2000
U.P.	Kanpur	Mill Delivery	-	-	-
	Mathura	Mill Quality Loose	700	1000	-300
	Kosi	Mill Quality Loose	500	500	Unch
	Hathras	Mill Quality Loose	-	-	-
Punjab	Khanna	Mill Quality Loose	1500	3000	-1500
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	-	-	-
	Karnal	Mill Quality Loose	-	-	-
	Bhiwani	Mill Quality Loose	200	200	Unch

Wheat Products Delhi	3-7-2013	2-7-2013	Change
Atta (50kg) Ordinary	940	940	Unch
Maida Grade 1 (90kg)	2022	2022	Unch
Maida Grade 1 (50KG)	1105	1105	Unch
Suji (50kg)	1180	1180	Unch
Chokar (50 kg)	546	546	Unch
Chokar (34 kg)	342	342	Unch
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

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