

Wheat Domestic Fundamentals:

- According to traders, in M.P overall demand is low. Wheat is reaching Pune, Nashik and Ahmednagar at Rs 1830/Q from Indore. Market is expected to remain weak ahead too on ample supply and weak demand.
- In Gujarat, no exports were reported recently. Local wheat is trading around Rs 1550/Q and Rajasthan milling wheat is reaching Gujarat at Rs 1600-1650/Q, delivered basis Wheat key spot markets are expected to trade range bound with weak bias due to absence of any major market moving factors.
- 250.84 lakh tonnes wheat has been procured by government agencies as on 4th June against 376.88 lakh tonnes previous year at the same time. Procurement has been poor due to lower production and private traders offering prices above MSP.
- 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.
- 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:

- Pakistan Flour Mill Association has been demanding Pakistan government to allow wheat import from India via Wagah border as imported wheat from India is costing around Pakistani rupee 1140/40Kg including all cost as compared to domestic wheat price at Rs 1400/40 Kg.
- USDA attaché report sees China's wheat production at 118 million tonnes which is below USDA official report estimate of 121 million tonnes, attaché reports also sees import at 4 million tonnes as compared to official reports 3.5 million tonnes.
- The Food and Agriculture Organization (FAO) and Agricultural Market Information System (AMIS) expect 2013-14 world wheat production at 704 million tonnes as compared to previous estimate of 702 million tonnes in June.
- 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.

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	-21	1563	1566	1545	1553	3,060	-1,810	4,460	-1,250
Aug-13	-20	1609	1609	1562	1575	6,790	2,520	9,630	1,490
Sep-13	-22	1603	1603	1575	1587	3,080	1,930	4,380	180

Wheat Daily Report

5th July 2013

Spread	July-13	Aug-13	Sept-13	Oct-13
Spot	7			
July-13		22		
Aug-13			12	
Sept-13				-

Stocks	Demat	In-Process	Total	FED
	3.7.2013	3.7.2013	3.7.2013	2.7.2013
Delhi	16145	139	16284	16145
Itarsi	110	0	110	359
Kanpur	52	0	52	52
Kota	-	-	-	-

Wheat (CBOT) On 03.7.2013 (Bushels/Cent)

Contract	Open	High	Low	Close	+/-
Jul-13	653	662.25	653	657.75	8.25
Sep-13	658	671.25	658	665	6.75
Dec-13	671.25	684.25	671	677.5	6.25
Mar-14	684.75	697.25	684.75	691.5	6.5
May-14	697.25	705.75	694.25	697.25	3
Jul-14	703.75	710.75	700.75	701.25	0.5

Wheat Daily Prices and Arrivals on 4.7.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			7/4/2013	7/3/2013	
Delhi					
	Lawrence Road	Mill Delivery	1560	1565	-5
	Narella	Mill Quality Loose	1500	Closed	-
	Nazafgarh	Mill Quality Loose	1500	Closed	-
Gujarat	Rajkot	Mill Delivery	1540	1620	-80
	Ahmedabad	Mill Delivery	1700	1710	-10
	Surat	Mill Delivery	1725	1725	Unch
M.P.	Bhopal	Lokwan	1600	1600	Unch
	Indore	Mill Delivery	1590	1590	Unch
Rajasthan	Kota	Mill Quality Loose	1525	1535	-10
		Mill Delivery	1600	1625	-25
U.P.	Kanpur	Mill Delivery	1560	1550	10
	Mathura	Mill Quality Loose	1445	1430	15
	Kosi	Mill Delivery	1600	1600	Unch
	Hathras	Mill Quality Loose	1405	1375	30
Punjab	Khanna	Mill Quality Loose	1480	1480	Unch
	(Ludhiana)Jagraon	Mill Delivery	1525	-	-
Haryana	Sirsa	Mill Delivery loose	1455	1455	Unch
	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	1825	Unch
	Madurai	Mill Quality	1875	1875	Unch
	Coimbatore	Mill Quality	1875	1875	Unch

FOR	Kandla(Rajasthan-Kota)	Mill Quality	1665	1665	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1665	1665	Unch

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			7/4/2013	7/3/2013	
Delhi					
	Lawrence Road	Mill Delivery	7000	8000	-1000
	Narella	Mill Quality Loose	500	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	4000	3000	1000
U.P.	Kanpur	Mill Delivery	-	-	-
	Mathura	Mill Quality Loose	1000	700	300
	Kosi	Mill Quality Loose	1000	500	500
	Hathras	Mill Quality Loose	200	-	-
Punjab	Khanna	Mill Quality Loose	500	1500	-1000
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	100	-	-
	Karnal	Mill Quality Loose	-	-	-
	Bhiwani	Mill Quality Loose	300	200	100

Wheat Products Delhi	4-7-2013	3-7-2013	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)	541	546	-5
Chokar (34 kg)	339	342	-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.