

Wheat Domestic Fundamentals:

- Wheat cash market traded almost flat on sluggish trading activities and lower demand from south Indian millers. Market undertone remains bearish on expectation of higher supply side from govt.'s granary. Exporters are staying away from the market due to increasing disparity gap. Wheat is expected to trade steady to slightly weak this week.
- In a latest development Indian govt. has banned wheat export under humanitarian aid and is gauging market closely. Export through PSU is almost over now and there is no urgency to push export through PSU's. Private trades are indifference to buy wheat from govt.'s stock due to negligible margin at this point of time.
- Indian government has passed the ordinance to feed 67% of poor Indian population through ambitious food security bill providing total 62 million tonnes of grains. 5 Kg of each wheat, Rice and millets will be provided at Rs 2, 3 and 1 per Kg respectively. Food security bill may cost government around USD 22 billion.
- Almost 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.

International Market Update:

- As on 4th July Russia has harvested 8.3 million tonnes of wheat with average yield of 3.51MT/Hectare against 3.51 MT/hectare previous year. Ukraine has harvested 4.8 million tonnes wheat so far and total harvest is expected around 21 million tonnes.
- Australia's wheat production could reach near 25 million tonnes owing to beneficial rains in May and June, as per analysts. ABARES sees Australian wheat production at 25.4 million tonnes and wheat exports could fall to 19 million tonnes due to competition from Black Sea region and Canada.
- 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.

Domestic market Outlook: Wheat is likely to trade weak this week.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
July-13	-8	1550	1552	1547	1547	1840	-2430	210	-1600
Aug-13	1	1581	1589	1574	1576	12280	6620	1570	380
Sep-13	2	1594	1597	1585	1588	5340	3380	400	-1000

Wheat Daily Report

8th July 2013

Spread	July-13	Aug-13	Sept-13	Oct-13
Spot	14			
July-13		29		
Aug-13			16	
Sept-13				-

Stocks	Demat	In-Process	Total	FED
	5.7.2013	5.7.2013	5.7.2013	1.7.2013
Delhi	16284	0	16284	16145
Itarsi	-	-	-	359
Kanpur	52	0	52	52
Kota				

Wheat (CBOT) On 05.07.2013 (Bushels/Cent)

Contract	Open	High	Low	Close	+/-
Jul-13	663.50	665.00	656.00	656.00	-1.75
Sep-13	670.75	672.50	659.25	660.00	-5.00
Dec-13	683.75	684.50	669.50	670.50	-7.00
Mar-14	696.50	697.75	682.75	683.25	-8.25
May-14	702.00	702.75	687.75	688.50	-8.75
Jul-14	706.50	706.50	691.25	691.50	-9.75

Wheat Daily Prices and Arrivals on 6.7.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			7/6/2013	7/5/2013	
New Delhi					
	Lawrence Road	Mill Delivery	1565	1560	5
	Narella	Mill Quality Loose	1530	1470	60
Gujarat	Nazafgarh	Mill Quality Loose	1475	1500	-25
	Rajkot	Mill Delivery	1600	1600	Unch
	Ahmedabad	Mill Delivery	1700	1700	Unch
M.P.	Surat	Mill Delivery	1720	1720	Unch
	Bhopal	Lokwan	1550	1550	Unch
Rajasthan	Indore	Mill Delivery	1590	1590	Unch
	Kota	Mill Quality Loose	1535	1525	10
		Mill Delivery	1625	1600	25
U.P.	Kanpur	Mill Delivery	1550	1550	Unch
	Mathura	Mill Quality Loose	1440	1435	5
	Kosi	Mill Delivery	1600	1600	Unch
	Hathras	Mill Quality Loose	1415	1415	Unch
Punjab	Khanna	Mill Quality Loose	1480	1480	Unch
	(Ludhiana)Jagraon	Mill Delivery	1525	1525	Unch
Haryana	Sirsa	Mill Delivery loose	1460	1455	5
	Hodal	Mill Delivery	1560	1560	Unch
	Karnal	Mill Delivery	1480	1480	Unch
	Bhiwani	Mill Quality Loose	1450	1470	-20
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	1645	1645	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1645	1645	Unch

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			7/6/2013	7/5/2013	
Delhi					
	Lawrence Road	Mill Delivery	10000	9000	1000
	Narella	Mill Quality Loose	300	800	-500
	Nazafgarh	Mill Quality Loose	200	100	100
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	5000	4000	1000
U.P.	Kanpur	Mill Delivery	-	-	-
	Mathura	Mill Quality Loose	1000	1000	Unch
	Kosi	Mill Quality Loose	500	1000	-500
	Hathras	Mill Quality Loose	300	350	-50
Punjab	Khanna	Mill Quality Loose	500	500	Unch
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	200	100	100
	Karnal	Mill Quality Loose	-	-	-
	Bhiwani	Mill Quality Loose	200	200	Unch

Wheat Products Delhi	6-7-2013	5-7-2013	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	541	Unch
Chokar (34 kg)	339	339	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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