

## Wheat Domestic Fundamentals:

- Wheat cash market is trading 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 in near term.
- 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.
- 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 4<sup>th</sup> 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.

## International Market Update:

- Russia SovEcon consultancy has cut wheat production estimate to 49.5-51.5 million tonnes on lower than estimated yields. IKAR has reduced wheat production estimate by 3% to 52.4 million tonnes from previous estimate of 54 million tonnes due to continuous drought in Volga and Urals regions,.
- As on 4<sup>th</sup> 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.

**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	9	1545	1558	1545	1558	260	50	1,020	-60
Aug-13	6	1582	1590	1571	1586	1,900	-3,280	12,830	280
Sep-13	4	1584	1604	1582	1597	1,390	990	5,060	-280

## Wheat Daily Report 9<sup>th</sup> July 2013

Spread	July-13	Aug-13	Sept-13	Oct-13
Spot	-3			
July-13		28		
Aug-13			11	
Sept-13				-

Stocks	Demat	In-Process	Total	FED
	<b>6.7.2013</b>	<b>6.7.2013</b>	<b>6.7.2013</b>	<b>2.7.2013</b>
Delhi	16284	0	16284	16145
Itarsi	-	-	-	359
Kanpur	52	0	52	52
Kota	-	-	-	-

### Wheat (CBOT) On 05.7.2013 (Bushels/Cent)

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

### Wheat Daily Prices and Arrivals on 8.7.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			7/8/2013	7/6/2013	
New Delhi	Lawrence Road	Mill Delivery	1555	1565	<b>-10</b>
	Narella	Mill Quality Loose	1460	1530	<b>-70</b>
	Nazafgarh	Mill Quality Loose	1485	1475	<b>10</b>
Gujarat	Rajkot	Mill Delivery	1610	1600	<b>10</b>
	Ahmedabad	Mill Delivery	1700	1700	<b>Unch</b>
	Surat	Mill Delivery	1720	1720	<b>Unch</b>
Madhya Pradesh	Bhopal	Lokwan	Closed	1550	-
	Indore	Mill Delivery	Closed	1590	-
Rajasthan	Kota	Mill Quality Loose	Closed	1535	-
		Mill Delivery	Closed	1625	-
Uttar Pradesh	Kanpur	Mill Delivery	1555	1550	<b>5</b>
	Mathura	Mill Quality Loose	1430	1440	<b>-10</b>
	Kosi	Mill Delivery	1600	1600	<b>Unch</b>
	Hathras	Mill Quality Loose	1415	1415	<b>Unch</b>
Punjab	Khanna	Mill Quality Loose	-	1480	-
	(Ludhiana)Jagraon	Mill Delivery	-	1525	-
Haryana	Sirsa	Mill Delivery loose	1455	1460	<b>-5</b>
	Hodal	Mill Delivery	1560	1560	<b>Unch</b>
	Karnal	Mill Delivery	1480	1480	<b>Unch</b>
	Bhiwani	Mill Quality Loose	1470	1450	<b>20</b>
Tamil Nadu	Chennai	Mill Quality	Closed	1825	-
	Madurai	Mill Quality	Closed	1875	-
	Coimbatore	Mill Quality	Closed	1875	-

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

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			7/8/2013	7/6/2013	
Delhi					
	Lawrence Road	Mill Delivery	10000	10000	Unch
	Narella	Mill Quality Loose	300	300	Unch
	Nazafgarh	Mill Quality Loose	200	200	Unch
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
Madhya Pradesh	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	Closed	5000	-
Uttar Pradesh	Kanpur	Mill Delivery	-	-	-
	Mathura	Mill Quality Loose	1000	1000	Unch
	Kosi	Mill Quality Loose	500	500	Unch
	Hathras	Mill Quality Loose	300	300	Unch
Punjab	Khanna	Mill Quality Loose	-	500	-
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	200	200	Unch
	Karnal	Mill Quality Loose	-	-	-
	Bhiwani	Mill Quality Loose	300	200	100

Wheat Products Delhi	7/8/2013	7/6/2013	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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