

Wheat Domestic Fundamentals:

- Wheat inflation for June, 2013 was 13.83% year on year basis. This is higher than previous month inflation of 12.65%. WPI has increased to 205 in June 2013 from 201.30 in May 2013.
- Wheat cash market traded almost unchanged amid sluggish trading activities. Rains in various parts of the country discouraged the normal course of trading and lower demand against sufficient availability continued to weigh on market fundamentals. Small and bulk buyers are expected to enter into the market for fresh buying from mid July, so that festive demand for wheat products could be met August onward.
- Wheat is reaching Maharashtra from Madhya Pradesh (Bhopal and Indore region) at Rs 1800-1840/Q. Mill and chakki is buying wheat in Hyderabad from Bhopal at Rs 1750/Q delivered basis. ITC is buying wheat in U.P from Mathura and Kosi region at Rs 1500-1600/Q, according to traders.
- South Indian buyers (millers) are sourcing wheat from Rajasthan and M.P. at the rate of Rs 1820 to Rs 1850/Q on delivered basis. Private exporters are not active as outlook for global wheat market remains bearish. With declining prices in Black Sea region and US, parity for Indian private exporters turned negative.
- As on 11th July 250.84 lakh tonnes wheat has been procured against 378.73 lakh tonnes previous year at the same time. Overall procurement is lagging 33.77% behind from last year and biggest fall in procurement has been witnessed in U.P where only 6.83 lakh tonnes wheat has been procured against 49.81 lakh tonnes due to exporters and domestic trading purchases above MSP.

International Market Update:

- Argentina has planted wheat in 82.9% of 3.9 million hectare which is 3.2 million hectares. North East and North West regions have finished planting.
- Traders and Analyst are estimating Canada's wheat crop at 29.4 million tonnes almost 9% more than previous year and highest since 1996. Weather remains favorable for wheat development.
- Russia has harvested 20.1 million tonnes wheat as on July 15 at an average yield of 3.26MT/ hectare as compared to previous year yield of 2.54MT/ hectare as per Russian agriculture ministry.
- 2013 wheat harvest in Russia's largest Black Sea farm region of Krasnodar has been completed. Krasnodar region, the key region for wheat export has harvested 7.1 million tonnes of winter wheat, up from 3.4 million last year, Yields were reported at 5.2MT/ hectare, up from 4.2 last year.
- As per the latest WASDE report global wheat production is expected to increase to 697.80 million tonnes from previous projection on 695.86 million tonnes due to better production estimates in Australia and China. Global wheat trade has been increased by 5 million tonnes to 149.13 million tonnes due to expected increase in imports from China and Iran.

Domestic market Outlook: Domestic market is likely to trade steady to weak.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Aug-13	-3	1590	1597	1590	1592	760	210	14,110	260
Sep-13	-6	1600	1607	1597	1600	580	260	6,100	70
Oct-13	-3	1610	1617	1606	1613	400	250	4,240	180

Spread	Aug-13	Sept-13	Oct-13	Nov-13
Spot	-2			
Aug-13		8		
Sept-13			13	
Oct-13				-

Stocks	Demat	In-Process	Total	FED
	15.7.2013	15.7.2013	15.7.2013	15.7.2013
Delhi	16392	0	16392	16284
Itarsi	-	-	-	-
Kanpur	52	0	52	52
Kota	-	-	-	-

Wheat (CBOT) On 15.7.2013 (Bushels/Cent)

Contract	Open	High	Low	Close	+/-
Jul-13	678.75	696.75	667.25	669.50	-11.50
Sep-13	690.75	693.75	680.25	682.25	-11.50
Dec-13	702.50	705.50	692.00	694.25	-11.25
Mar-14	705.00	712.75	699.75	701.75	-11.00
May-14	702.00	709.25	697.25	700.25	-9.00
Jul-14	706.25	714.25	704.75	706.25	-8.00

Wheat Daily Prices and Arrivals on 16.7.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			16-7-2013	15-7-2013	
Delhi	Lawrence Road	Mill Delivery	1590	1590	Unch
	Narella	Mill Quality Loose	1535	1530	5
	Nazafgarh	Mill Quality Loose	1515	1500	15
Gujarat	Rajkot	Mill Delivery	1600	1600	Unch
	Ahmedabad	Mill Delivery	1680	1690	-10
	Surat	Mill Delivery	1700	1700	Unch
M.P.	Bhopal	Lokwan	1625	1600	25
	Indore	Mill Delivery	1625	1600	25
Rajasthan	Kota	Mill Quality Loose	1520	1515	5
		Mill Delivery	1570	1580	-10
U.P.	Kanpur	Mill Delivery	1560	1545	15
	Mathura	Mill Quality Loose	1460	1465	-5
	Kosi	Mill Delivery	1600	1600	Unch
	Hathras	Mill Quality Loose	1400	1400	Unch
Punjab	Khanna	Mill Quality Loose	1480	1480	Unch
	(Ludhiana)Jagraon	Mill Delivery	1525	1525	Unch
Haryana	Sirsa	Mill Delivery loose	1470	1475	-5
	Hodal	Mill Delivery	1580	1580	Unch
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality Loose	-	-	-
	Bhiwani	Mill Quality Loose	1510	1490	20

Tamil Nadu	Chennai	Mill Quality	1850	1850	Unch
	Madurai	Mill Quality	1900	1900	Unch
	Coimbatore	Mill Quality	1900	1900	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1680	1670	10
	Gandhidham(Rajasthan-Kota)	Mill Quality	1680	1670	10
Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			16-7-2013	15-7-2013	
	Lawrence Road	Mill Delivery	9000	10000	-1000
	Narella	Mill Quality Loose	500	400	100
	Nazafgarh	Mill Quality Loose	300	150	150
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	700	400	300
	Mathura	Mill Quality Loose	1000	700	300
	Kosi	Mill Quality Loose	300	300	Unch
	Hathras	Mill Quality Loose	200	200	Unch
Punjab	Khanna	Mill Quality Loose	500	1000	-500
Haryana	Sirsa	Mill Quality Loose	150	150	Unch
	Hodal	Mill Quality Loose	100	200	-100
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality Loose	-	-	-
	Bhiwani	Mill Quality Loose	200	200	Unch
Wheat Products Delhi		16-7-2013	15-7-2013	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)		558	546	+12	
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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