

## 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 11<sup>th</sup> 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:

- China's winter wheat crop which was damaged by rain has degraded 15-20 million tonnes milling wheat to feed wheat. China's wheat import estimates are ranging from 9-12 million tonnes for 2013-14. Some importers are looking for Australian 500,000 MT milling wheat for March 2013- April 2014 delivery. This may derive global wheat prices up.
- 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 20.7 million tonnes wheat as on July 16 at an average yield of 3.23MT/ hectare as compared to previous year yield of 2.55MT/ 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.

**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	-2	1594	1597	1590	1590	920	160	14,330	220
Sep-13	-3	1604	1605	1600	1600	250	-330	6,110	10
Oct-13	-2	1616	1616	1607	1608	120	-280	4,340	100

## Wheat Daily Report

### 18<sup>th</sup> July 2013

Spread	Aug-13	Sept-13	Oct-13	Nov-13
Spot	5			
Aug-13		10		
Sept-13			8	
Oct-13				-

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

### Wheat (CBOT) On 16.7.2013 (Bushels/Cent)

Contract	Open	High	Low	Close	+/-
Jul-13	671.25	681.50	665.50	669.50	unch
Sep-13	684.25	694.00	678.50	682.50	+0.25
Dec-13	697.50	705.50	690.50	694.50	+0.25
Mar-14	705.50	710.25	697.50	701.25	-0.50
May-14	700.00	709.00	696.75	700.50	+0.25
Jul-14	710.50	710.50	703.50	707.25	+1.00

### Wheat Daily Prices and Arrivals on 17.7.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			<b>7/17/2013</b>	<b>7/16/2013</b>	
Delhi	Lawrence Road	Mill Delivery	1595	1590	5
	Narella	Mill Quality Loose	-	1535	-
	Nazafgarh	Mill Quality Loose	-	1515	-
Gujarat	Rajkot	Mill Delivery	1600	1600	Unch
	Ahmedabad	Mill Delivery	1690	1680	10
	Surat	Mill Delivery	1710	1700	10
M.P.	Bhopal	Lokwan	1600	1625	-25
	Indore	Mill Delivery	1600	1625	-25
Rajasthan	Kota	Mill Quality Loose	1520	1520	Unch
		Mill Delivery	1580	1570	10
U.P.	Kanpur	Mill Delivery	1530	1560	-30
	Mathura	Mill Quality Loose	1460	1460	Unch
	Kosi	Mill Delivery	1600	1600	Unch
	Hathras	Mill Quality Loose	-	1400	-
Punjab	Khanna	Mill Quality Loose	1480	1480	Unch
	(Ludhiana)Jagraon	Mill Delivery	1520	1525	-5
Haryana	Sirsa	Mill Delivery loose	1460	1470	-10
	Hodal	Mill Delivery	1580	1580	Unch
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality Loose	-	-	-

## Wheat Daily Report

18<sup>th</sup> July 2013

	Bhiwani	Mill Quality Loose	1510	1510	Unch
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	1680	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1680	1680	Unch
Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			7/17/2013	7/16/2013	
	Lawrence Road	Mill Delivery	10000	9000	1000
	Narella	Mill Quality Loose	-	500	-
	Nazafgarh	Mill Quality Loose	-	300	-
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	3000	3000	Unch
U.P.	Kanpur	Mill Delivery	700	700	Unch
	Mathura	Mill Quality Loose	600	1000	-400
	Kosi	Mill Quality Loose	300	300	Unch
	Hathras	Mill Quality Loose	200	200	Unch
Punjab	Khanna	Mill Quality Loose	1000	500	500
Haryana	Sirsa	Mill Quality Loose	200	150	50
	Hodal	Mill Quality Loose	200	100	100
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality Loose	-	-	-
	Bhiwani	Mill Quality Loose	200	200	Unch
Wheat Products Delhi		7/17/2013	7/16/2013	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	558	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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