

## Wheat Domestic Fundamentals:

- Trade sources revealed, milling wheat is trading in the range of Rs 1500-1525/Q in Amritsar region. Local demand is low and ample stock is available with government now. Government stock will be dictating market prices in times ahead.
- According to traders, government will be selling 85 lakh tonnes of wheat from Punjab and Haryana at Rs 1500/Q Ex warehouse. Around 27.44 million tonnes of wheat is lying in stock as on 1<sup>st</sup> July. But South Indian traders feel it is prices to high due to transportation and other charges. In Karnataka government wheat will cost around Rs 1850-1875/Q, Mill delivered when lifted from Punjab and Haryana however wheat is available from Rajasthan and M.P private traders at Rs 1820-1850/Q with credit facility.
- 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 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 1820-1850/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.

## International Market Update:

- Argentina is expected to harvest 12 million tonnes of wheat this year as compared to previous year 9 million tonnes, an increase of 33% owing to better weather condition. Recently prices have surged for wheat due to lower availability of stock in domestic market.
- Canadian agriculture department is estimating this year's all wheat at 29.2 million tonnes which is 200,000 tonnes lower than previous estimate but 7% more than previous year production. Traders/Analyst sees all wheat production at 29.7 million tonnes.
- EU-28 soft wheat production is forecasted at 133.4 million tonnes, 1.9 million tonnes more than previous estimate by French analyst Strategie Grains. Wheat production is expected to increase due to favourable growing condition in most of the region.
- 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.

**Domestic market Outlook:** Domestic market is likely to trade range bound.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Aug-13	-1	1592	1592	1586	1589	890	-30	14,420	90
Sep-13	-6	1603	1603	1596	1597	170	-80	6,080	-30
Oct-13	-7	1613	1613	1603	1604	170	50	4,330	-10

## Wheat Daily Report

19<sup>th</sup> July 2013

Spread	Aug-13	Sept-13	Oct-13	Nov-13
Spot	3			
Aug-13		8		
Sept-13			7	
Oct-13				-

Stocks	Demat	In-Process	Total	FED
	<b>17.7.2013</b>	<b>17.7.2013</b>	<b>17.7.2013</b>	<b>15.7.2013</b>
Delhi	16392	0	16392	16392
Itarsi	-	-	-	-
Kanpur	52	0	52	52
Kota	-	-	-	-

### Wheat (CBOT) On 17.7.2013 (Bushels/Cent)

Contract	Open	High	Low	Close	+/-
Sept-13	669.50	674.00	664.00	665.00	-4.50
Dec-13	682.75	686.50	677.00	677.75	-4.75
Mar-14	694.50	698.00	689.75	690.50	-4.00
May-14	702.75	704.50	697.75	698.00	-3.25
Jul-14	702.25	703.50	695.00	695.25	-5.25
Sept-14	709.25	709.50	702.25	702.25	-5.00

### Wheat Daily Prices and Arrivals on 18.7.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			7/18/2013	7/17/2013	
Delhi					
	Lawrence Road	Mill Delivery	1592	1595	-3
	Narella	Mill Quality Loose	1535	-	-
	Nazafgarh	Mill Quality Loose	1520	-	-
Gujarat	Rajkot	Mill Delivery	1600	1600	Unch
	Ahmedabad	Mill Delivery	1685	1690	-5
	Surat	Mill Delivery	1705	1710	-5
M.P.	Bhopal	Lokwan	1625	1600	25
	Indore	Mill Delivery	1600	1600	Unch
Rajasthan	Kota	Mill Quality Loose	1520	1520	Unch
		Mill Delivery	1580	1580	Unch
U.P.	Kanpur	Mill Delivery	1530	1530	Unch
	Mathura	Mill Quality Loose	1445	1460	-15
	Kosi	Mill Delivery	1500	1500	Unch
	Hathras	Mill Quality Loose	1425	-	-
Punjab	Khanna	Mill Quality Loose	1470	1480	-10
	(Ludhiana)Jagraon	Mill Delivery	1520	1520	Unch
Haryana	Sirsa	Mill Delivery loose	1460	1460	Unch
	Hodal	Mill Delivery	1580	1580	Unch
	Karnal	Mill Quality Loose	-	-	-
	Bhiwani	Mill Quality Loose	1500	1510	-10

<b>Tamil Nadu</b>	Chennai	Mill Quality	1850	1850	Unch
	Madurai	Mill Quality	1900	1900	Unch
	Coimbatore	Mill Quality	1900	1900	Unch
<b>FOR</b>	Kandla(Rajasthan-Kota)	Mill Quality	1680	1680	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1680	1680	Unch
Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
<b>Delhi</b>			7/18/2013	7/17/2013	
	Lawrence Road	Mill Delivery	8000	10000	-2000
	Narella	Mill Quality Loose	-	-	-
	Nazafgarh	Mill Quality Loose	-	-	-
<b>Gujarat</b>	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
<b>M.P.</b>	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
<b>Rajasthan</b>	Kota	Mill Quality	4500	3000	1500
<b>U.P.</b>	Kanpur	Mill Delivery	400	700	-300
	Mathura	Mill Quality Loose	700	600	100
	Kosi	Mill Quality Loose	300	300	Unch
	Hathras	Mill Quality Loose	250	200	50
<b>Punjab</b>	Khanna	Mill Quality Loose	1000	1000	Unch
<b>Haryana</b>	Sirsa	Mill Quality Loose	300	200	100
	Hodal	Mill Quality Loose	250	200	50
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality Loose	-	-	-
	Bhiwani	Mill Quality Loose	200	200	Unch
Wheat Products Delhi		7/18/2013	7/17/2013	Change	
Atta (50kg) Ordinary		940	940	Unch	
Maida Grade 1 (90kg)		2067	2022	45	
Maida Grade 1 (50KG)		1130	1105	25	
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	

**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.