

Wheat Domestic Fundamentals:

- Traders from Karnal, Kosi, Kota and Rajkot has revealed that wheat prices may further fall as implementation of food security bill will divert some quantity to open market through illegal channels, which will increase availability at lower prices resulting in weak market.
- Wheat prices have fallen recently due to sluggish domestic demand and almost no export demand. Traders say prices are expected to fall further in week ahead as farmers are increasing supply in fear of falling prices.
- No export demand has reported as international wheat prices are lower than Indian wheat prices, which has resulted in more availability of wheat in domestic market, resulting in bearish pressure.
- According to government latest estimate Indian wheat production is expected to fall to 92.46 million tonnes from last estimate of 93.62 million tonnes owing to unfavorable weather condition in key wheat growing regions of Haryana and Madhya Pradesh.
- As on 22nd July government has procured 250.84 lakh tonnes of wheat against the 379.29 lakh tonnes same day previous year. Procurement has fallen by 34% this year due to lower production, higher purchases by private traders and holding of crop by farmers.
- South Indian millers are buying wheat from U.P, M.P and Rajasthan at Rs 1800-1840/Q, Mill Delivered. Millers are buying from Private traders as it is cheaper by Rs 30-50/Q along with credit facility. Normal demand is seen in the market and market is likely to trade steady as of now.
- In Tarntaran Mandi, Punjab low arrivals are reported these days. Traders and Stockiest are selling Mill Delivery wheat at Rs 1500-1525/Q. As per reports majors buyers in Tarntaran region are flour millers from Kashmir region, who are further exporting flour to Pakistan.

International Market Update:

- Pakistan may import 0.8-1 million tonnes of wheat this year, which will be the highest import quantity in past 5 years due to lower production. Domestic prices has risen to USD 350/MT, while imported wheat will cost around USD 300/MT. Traders have already contracted for 2.5 Lakh tonnes of wheat to be sourced from Black sea region.
- 99% of the planted spring wheat has headed so far ahead of 5 year average of 95%. Around 81% of the winter wheat has been harvested against 86% last year at the same time and slightly ahead of 5 year average.
- China has imported 1.5 million tonnes of Australian wheat in past 6 week as 16% of china's domestic crop is considered unfit for human consumption due to wet weather. China is expected to import 3-4 million tonnes of wheat from Australia this year and overall 8.5 million tonnes.

Domestic market Outlook: Domestic market is likely to trade range bound with weak bias.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Aug-13	-1	1557	1560	1550	1558	930	-680	11,790	-470
Sep-13	0	1569	1569	1560	1568	790	-230	5,540	230
Oct-13	-6	1579	1579	1567	1571	150	-320	4,410	0

Wheat Daily Report

2nd August 2013

Spread	Aug-13	Sept-13	Oct-13	Nov-13
Spot	2			
Aug-13		10		
Sept-13			3	
Oct-13				-

Stocks	Demat	In-Process	Total	FED
	31.7.2013	31.7.2013	31.7.2013	29.7.2013
Delhi	16392	0	16392	16392
Itarsi	-	-	-	-
Kanpur	52	0	52	52
Kota	-	-	-	-

Wheat (CBOT) On 31.7.2013 (Bushels/Cent)

Contract	Open	High	Low	Close	+/-
Sept-13	653.75	665.75	653.5	664.25	9
Dec-13	665.75	679.25	665.75	677	9.25
Mar-14	676.75	690	676.75	687.75	9.75
May-14	684.75	695.5	684.25	693	8.75
Jul-14	680.75	691.5	679.75	689	8
Sept-14	688	697.25	687.5	695.25	7.75

Wheat Daily Prices and Arrivals on 1.08.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			8/01/2013	7/31/2013	
Delhi					
	Lawrence Road	Mill Delivery	1560	1560	Unch
	Narella	Mill Quality Loose	1480	-	-
	Nazafgarh	Mill Quality Loose	1500	-	-
Gujarat	Rajkot	Mill Delivery	1640	1640	Unch
	Ahmedabad	Mill Delivery	1700	1700	Unch
	Surat	Mill Delivery	1725	1720	+5
M.P.	Bhopal	Lokwan	1600	1600	Unch
	Indore	Mill Delivery	1610	1610	Unch
Rajasthan	Kota	Mill Quality Loose	1500	1515	-15
		Mill Delivery	1570	1611	-41
U.P.	Kanpur	Mill Delivery	1550	1550	Unch
	Mathura	Mill Quality Loose	1440	1440	Unch
	Kosi	Mill Quality Loose	1430	1415	+15
	Hathras	Mill Quality Loose	1400	1400	Unch
Punjab	Khanna	Mill Quality Loose	-	1460	-
	(Ludhiana)Jagraon	Mill Delivery	1480	1480	Unch
Haryana	Sirsa	Mill Delivery loose	1465	1465	Unch
	Hodal	Mill Delivery	1550	1550	Unch
	Karnal	Mill Quality Loose	-	1480	-
	Bhiwani	Mill Quality Loose	1470	1470	Unch

Wheat Daily Report

2nd August 2013

Tamil Nadu	Chennai	Mill Quality	1800	1870	-70
	Madurai	Mill Quality	1850	1920	-70
	Coimbatore	Mill Quality	1850	1920	-70
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1710	1710	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1710	1710	Unch
Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			8/01/2013	7/31/2013	
	Lawrence Road	Mill Delivery	8000	11000	-3000
	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	-	-	-
U.P.	Kanpur	Mill Delivery	-	-	-
	Mathura	Mill Quality Loose	700	700	Unch
	Kosi	Mill Quality Loose	1000	700	+300
	Hathras	Mill Quality Loose	350	350	Unch
Punjab	Khanna	Mill Quality Loose	-	1000	-
Haryana	Sirsa	Mill Quality Loose	200	500	-300
	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		8/01/2013	7/31/2013	Change	
Atta (50kg) Ordinary		940	940	Unch	
Maida Grade 1 (90kg)		2067	2067	Unch	
Maida Grade 1 (50KG)		1130	1130	Unch	
Suji (50kg)		1180	1180	Unch	
Chokar (50 kg)		573	573	Unch	
Chokar (34 kg)		348	348	Unch	
Chakki Atta (50kg)		985	985	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.