

Wheat Domestic Fundamentals:

- There is a general talk in market that government may offer some discount for selling wheat through OMSS as election are round the corner. Government would try to curb inflation within limit. Despite, lower production, overall sentiment in the market remains bearish.
- As supply side from private trades/stockiest/farmers is adequate, off take from FCI godowns is expected to remain sluggish in the month of August. However, some incentives to bulk buyers would attract them to buy wheat from government's stock. There is a general feeling in the market that open market stock would start decreasing September onward and then higher off take from government's stock might be expected.
- Meanwhile in the latest development the CCEA has approved the export of 2 million Tonnes of wheat from FCI godowns during the current financial year at a floor price of USD 300 per T through the public sector undertakings like PEC, MMTC and STC.
- The CCEA also approved reimbursement of loss by the government to FCI on account of the exports calculated as the difference between the economic cost to FCI and its realization from the exporting CPSUs after deduction of their commission at the rate of 1 per cent of the FOB price and the actual port expenses.
- According to IBIS, India wheat export is estimated at 3.03 lakh tonnes in July month as compared to 5.91 lakh tonnes. Fall in export is due to cheaper wheat available from Russia, Ukraine and US. UAE was the top market for Indian wheat in July with 70,331 MT followed by Indonesia with 69,892 MT.
- As on 1st August 2013, wheat stock in central pool stock is reported at 403.78 lakh tonnes as compared to 475.26 lakh tonnes at the same time last year.

International Market Update:

- USDA has increased the global wheat production to 705.38 million tonnes from 697.80 million tonnes due to expected better output in Spain, France, Germany, Kazakhstan, Russia, Ukraine and Australia. Production is increased by 2.8 million tons for EU, 2.5 million tons for Kazakhstan and 2 million tonnes for Ukraine.
- Global wheat trade has been increased by around 4 million tonnes to 154.01 million tonnes from 149.13 million tonnes. World wheat ending stocks has been reduced slightly increased to 172.99 million tonnes as consumption is likely to increase by 6.9 million tonnes.
- Egypt GASC has bought 120,000 MT of Ukrainian and Romanian wheat for September 21-30 delivery. 60,000MT of Romanian wheat was bought from Toepfer at USD 251.35/MT and 60,000MT of Ukrainian wheat was bought from Venus at USD 250.50/MT.

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	9	1590	1602	1590	1593	5,230	4,660	6,430	-880
Sep-13	-2	1594	1600	1580	1585	1,530	-1,150	6,480	-120
Oct-13	0	1599	1599	1586	1592	310	-1,210	4,690	40

Spread	Aug-13	Sept-13	Oct-13	Nov-13
Spot	-18			
Aug-13		-8		
Sept-13			7	
Oct-13				-

Stocks	Demat	In-Process	Total	FED
	13.8.2013	13.8.2013	13.8.2013	13.8.2013
Delhi	15845	0	15845	15845
Itarsi	-	-	-	-
Kanpur	52	0	52	52
Kota	-	-	-	-

Wheat (CBOT) On 12.08.2013(Bushels/Cent)

Contract	Open	High	Low	Close	+/-
Sep-13	633.50	645.25	630.00	635.00	1.50
Dec-13	647.25	658.00	643.00	649.00	1.75
Mar-14	660.25	671.25	656.50	663.50	3.00
May-14	668.00	678.00	664.50	672.00	3.50
Jul-14	663.75	673.00	660.00	670.50	5.50
Sept-14	674.00	679.00	668.75	679.00	5.50

Wheat Daily Prices and Arrivals on 13.08.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			13.8.2013	12.8.2013	
Delhi					
	Lawrence Road	Mill Delivery	1575	1575	Unch
	Narella	Mill Quality Loose	1525	1525	Unch
Gujarat	Nazafgarh	Mill Quality Loose	1500	1500	Unch
	Rajkot	Mill Delivery	-	1625	-
	Ahmedabad	Mill Delivery	-	1690	-
M.P.	Surat	Mill Delivery	-	1710	-
	Bhopal	Lokwan	1600	1600	Unch
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality Loose	1520	1500	+20
		Mill Delivery	1600	1570	30
U.P.	Kanpur	Mill Delivery	1550	1550	Unch
	Mathura	Mill Quality Loose	1440	1440	Unch
	Kosi	Mill Quality Loose	1435	1470	-35
	Hathras	Mill Quality Loose	1410	1410	Unch
Punjab	Khanna	Mill Quality Loose	1460	1470	-10
	(Ludhiana)Jagraon	Mill Delivery	1480	1480	Unch
Haryana	Sirsa	Mill Delivery loose	1465	1460	+5
	Hodal	Mill Delivery	1570	1560	+10
	Karnal	Mill Quality Loose	1485	1485	Unch
	Bhiwani	Mill Quality Loose	1480	1470	+10
Tamil Nadu	Chennai	Mill Quality	1850	1800	+50
	Madurai	Mill Quality	1900	1850	+50

	Coimbatore	Mill Quality	1900	1850	50
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1720	1725	-5
	Gandhidham(Rajasthan-Kota)	Mill Quality	1720	1725	-5
Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			13.8.2013	12.8.2013	
	Lawrence Road	Mill Delivery	10000	10000	Unch
	Narella	Mill Quality Loose	300	1200	-900
	Nazafgarh	Mill Quality Loose	250	400	-150
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	3000	4000	-
U.P.	Kanpur	Mill Delivery	-	-	-
	Mathura	Mill Quality Loose	600	700	-100
	Kosi	Mill Quality Loose	1000	1000	Unch
	Hathras	Mill Quality Loose	150	150	Unch
Punjab	Khanna	Mill Quality Loose	200	300	-100
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	200	200	Unch
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality Loose	-	-	-
	Bhiwani	Mill Quality Loose	100	250	-150
Wheat Products Delhi		13.8.2013	12.8.2013	Change	
Atta (50kg) Ordinary		940	940	Unch	
Maida Grade 1 (90kg)		2111	2067	44	
Maida Grade 1 (50KG)		1155	1130	25	
Suji (50kg)		1180	1180	Unch	
Chokar (50 kg)		593	593	Unch	
Chokar (34 kg)		369	369	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	

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