

Wheat Domestic Fundamentals:

- Wheat inflation has marginally decreased in July to 13.42% year on year basis from 13.83% in May 2013. Though WPI has increased marginally 206.2 in June from 205 in May 2013. Inflation has increased marginally by 0.58% month on month basis.
- There seems no wheat export opportunity from India as of now due to higher prices despite of weak rupee. Ukraine and Russia is exporting wheat at USD 240-244/MT, FOB Black sea region, US is selling wheat at USD 260-270/MT.
- 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.

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.

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	-3	1605	1605	1596	1596	3,120	1,910	1,600	-3,100
Sep-13	4	1584	1592	1578	1592	1,620	-210	6,270	-80
Oct-13	3	1588	1597	1586	1597	310	-350	4,340	-50

Wheat Daily Report

17th August 2013

Spread	Aug-13	Sept-13	Oct-13	Nov-13
Spot	-21			
Aug-13		-4		
Sept-13			5	
Oct-13				-

Stocks	Demat	In-Process	Total	FED
	14.8.2013	14.8.2013	14.8.2013	12.8.2013
Delhi	15624	0	15624	15845
Itarsi	-	-	-	-
Kanpur	52	0	52	52
Kota	-	-	-	-

Wheat (CBOT) On 15.08.2013(Bushels/Cent)

Contract	Open	High	Low	Close	+/-
Sep-13	631.25	641.25	629.00	637.50	7
Dec-13	643.75	653.00	640.75	649.50	7
Mar-14	656.25	665.50	653.75	661.75	6
May-14	664.75	672.75	663.25	669.25	5.75
Jul-14	660.5	671.25	660.5	667.25	5.75
Sept-14	671.25	678.5	669.75	674.75	5

Wheat Daily Prices and Arrivals on 16.08.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			16.8.2013	14.8.2013	
Delhi					
	Lawrence Road	Mill Delivery	1575	1580	-5
	Narella	Mill Quality Loose	1520	-	-
	Nazafgarh	Mill Quality Loose	1505	-	-
Gujarat	Rajkot	Mill Delivery	1640	1640	Unch
	Ahmedabad	Mill Delivery	1700	1700	Unch
	Surat	Mill Delivery	1730	1730	Unch
M.P.	Bhopal	Lokwan	1800	1800	Unch
	Indore	Mill Delivery	1625	1625	Unch
Rajasthan	Kota	Mill Quality Loose	1490	1500	-10
		Mill Delivery	1600	1600	Unch
U.P.	Kanpur	Mill Delivery	1550	1550	Unch
	Mathura	Mill Quality Loose	1450	1456	-6
	Kosi	Mill Quality Loose	1460	1460	Unch
	Hathras	Mill Quality Loose	1415	1415	Unch
Punjab	Khanna	Mill Quality Loose	1450	1450	Unch
	(Ludhiana)Jagraon	Mill Delivery	1480	1480	Unch
Haryana	Sirsa	Mill Delivery loose	-	1465	-
	Hodal	Mill Delivery	1550	1570	-20
	Karnal	Mill Quality Loose	1485	1485	Unch
	Bhiwani	Mill Quality Loose	1490	1470	20
Tamil Nadu	Chennai	Mill Quality	1865	1875	-10
	Madurai	Mill Quality	1915	1925	-10

	Coimbatore	Mill Quality	1915	1925	-10
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			16.8.2013	14.8.2013	
	Lawrence Road	Mill Delivery	14000	10000	4000
	Narella	Mill Quality Loose	300	-	-
	Nazafgarh	Mill Quality Loose	200	-	-
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	14000	3000	11000
U.P.	Kanpur	Mill Delivery	-	-	-
	Mathura	Mill Quality Loose	600	1200	-600
	Kosi	Mill Quality Loose	1000	1000	Unch
	Hathras	Mill Quality Loose	300	450	-150
Punjab	Khanna	Mill Quality Loose	300	300	Unch
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	100	200	-100
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality Loose	-	-	-
	Bhiwani	Mill Quality Loose	400	200	200
Wheat Products Delhi		16.8.2013	14.8.2013	Change	
Atta (50kg) Ordinary		940	940	Unch	
Maida Grade 1 (90kg)		2111	2111	Unch	
Maida Grade 1 (50KG)		1155	1155	Unch	
Suji (50kg)		1180	1180	Unch	
Chokar (50 kg)		593	593	Unch	
Chokar (34 kg)		372	372	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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