Domestic Market Updates:

USDA has pegged Indian wheat production at 87 million tonnes, which is 5 million tonnes lower from previous estimate of 92 million tonnes. Fall is production is attributed to fall in yield in Punjab, Haryana and Uttar Pradesh ranging from 8-10%. Wheat exports are seen at 5 million tonnes owing to better global production and falling international prices.

Wheat inflation has fallen to 12.65% in May from 13.89% in April. Wheat WPI for May 2013 was 201.30 against 204.20 in April 2013.

As on 12th June 250.69 lakh tones wheat has been procured by government agencies as compared to 363.08 lakh tonnes. Wheat procurement is lagging behind by 31% due to lower production and higher market price over MSP. It is expected that procurement may remain around 252-254 lakh tonnes this season.

On 1st June, 2013 government has 443.89 Lakh tonnes of wheat in its central pool, which is lower than last year's 489.70 lakh tonnes at the same time.

Indian FOB has fallen in past week owing to weak INR, however falling international FOB due to nearing wheat harvest in US and Black sea region might not help Indian exports substantially. Indian FOB is hovering in range of USD 292-296/T against USD 262-275/T in US and Black sea region.

Wheat traded bearish during the week in major benchmark markets on the back of poor demand from bulk buyers and millers. Wheat purchases for export have declined recently.

As per the reports government has removed the 5% VAT from Wheat lifted from Punjab and Haryana for exports and unconfirmed reports say government may fix price around Rs 1550/Q against Rs 1484/Q plus VAT.

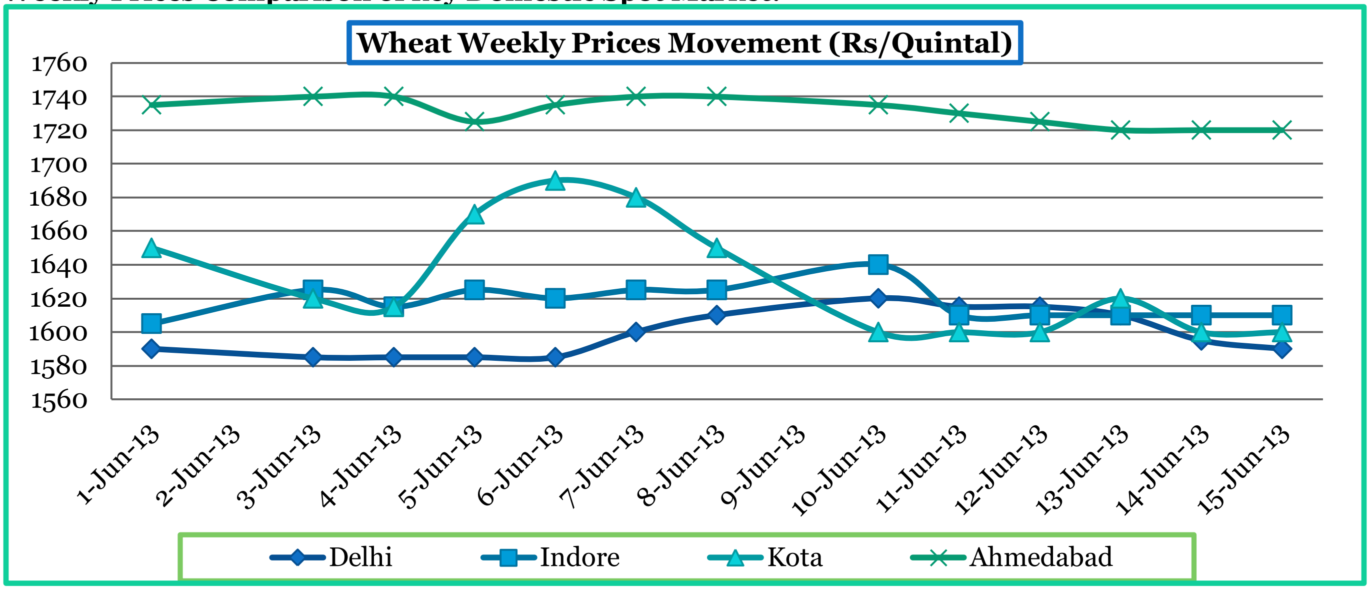
M.P government will be providing wheat at Rs 1/Kg from June 1 under Mukhyamantri Annapurna Yojana. Tamil Nadu and Chhattisgarh have already announced the same earlier.

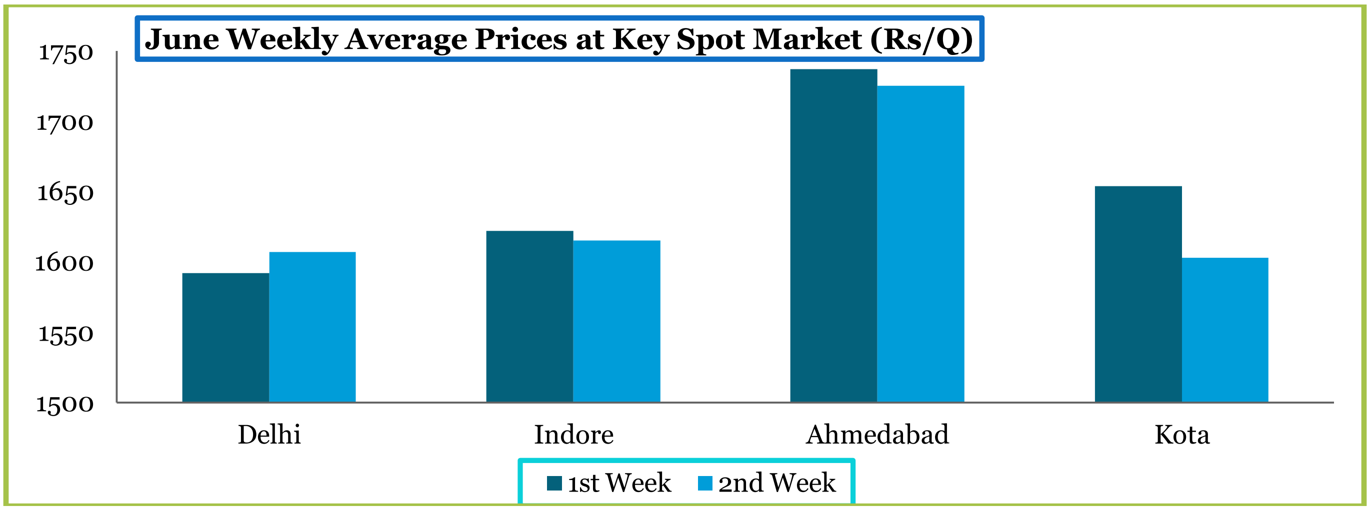
Wheat production this year is estimated at 88.17 million tonne by Agriwatch due to fall in yield in key producing states like Haryana, Punjab, Rajasthan, U.P and Madhya Pradesh. 5 year average yield indicates production at 85.94 million tonnes.

Weather Watch: (Source-IMD)

- Southwest monsoon further advanced over some parts of Gujarat, Jharkhand, most parts of Madhya Pradesh and entire Chhattisgarh by 12th June.
- Cumulative rainfall from 1st June to 12th June 2013 was excess/normal in 30 and deficient/scanty in 6 out of 36 meteorological sub-divisions. (All India Actual: 56.6 mm, Normal: 45.8 mm and Departure: +23%).

Weekly Prices Comparison of key Domestic Spot Market:





Prices have fallen at key spot markets owing to dull buying and continuous rains hampering market arrivals and trade.

STOCKS OF FOODGRAINS IN CENTRAL POOL AS ON 01.06.2013:	IN STORAGE	IN TRANSIT	TOTAL
RICE	329.67	3.39	333.06
WHEAT	439.73	2.71	442.44
Wheat lying in Mandies	1.45	0.00	1.45
TOTAL	**770.85**	**6.10**	**776.95**
COARSE GRAINS	0.45	0.00	0.45
SUGAR	0.05	0.05	0.10
GRAND TOTAL	**771.34**	**6.15**	**777.49**

(Figures in Lakh Tonnes)

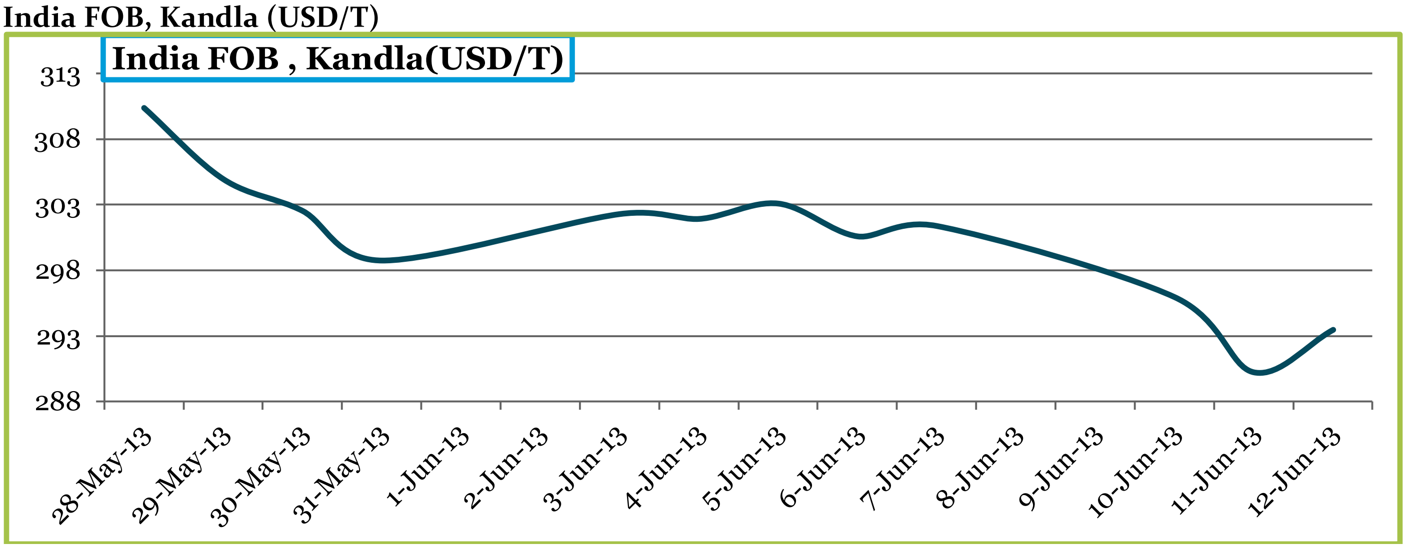
FOB Value as on 15.06.2013 from various destinations at Kandla:

Parity Calculation	Rajkot	Baran/Bundi	Begusarai	Indore	Kosi	MSP	ECO.Cost
Basic cost of wheat (Rs/ton)	15600	15400	13700	15800	15200	13500	19100
Port and Handling Charges /Loading /Unloading /Clearing (Rs/ton)	500	500	500	500	500	500	0
Local transport, port warehousing, labour charges, shortage	600	1150	1900	1450	1550	1200	0
Indian FOB (Rs/MT)	16700	17050	16100	17750	17250	15200	19100
Indian FOB (USD/MT)	**289.23**	**295.08**	**278.64**	**307.20**	**298.55**	**263.07**	**330.56**
Insurance @ 0.1%	0.29	0.30	0.28	0.31	0.30	0.26	0.33
Freight Charges (US $/ton) to Chittagong	18	18	18	18	18	18	18
CIF (Kandla to Chittagong)	307	313	297	325	317	281	349
INR	57.74	57.78	57.78	57.78	57.78	57.78	57.78
Russian Wheat FOB (USD/MT)	**273**	**273**	**273**	**273**	**273**	**273**	**273**
Parity on FOB Basis (USD/MT)	**-16**	**-22**	**-6**	**-34**	**-26**	**10**	**-58**

Spot Prices of Wheat at NCDEX Delivery Centers(Rs/Q)

	15 June, 2013	Week ago 8 June 13	Month ago 15 May 13	Year ago 15 June 2012	Change over previous Year %
Bareilly	1608	-	1510	1209	**33.00**
Delhi	1600	1625	1480	1200	**33.33**
Indore	1590	1615	1486	1216	**30.76**
Khanna	1591	1574	1546	1425	**11.65**
Kota	1575	1590	1445	1145	**37.55**
Kanpur	1500	1450	1375	1400	**07.14**
Karnal	1623	1635	1571	1277	**27.09**
Rajkot	1655	1666	1605	1248	**32.61**

India FOB, Kandla (USD/T)



Wheat Export Monthly Data:

	Wheat Export(Lakh T)	Average FOB Kandla Quotes(USD/MT)	CBOT Average Quotes (USD/MT)
Sept 11- Mar 12	**7.68**	**232.12**	**237.46**
Apr-12	1.18	236.89	235.13
May-12	2.57	252.15	236.73
Jun-12	3.45	256.64	245.82
Jul-12	3.35	296.12	318.27
Aug-12	4.53	310.07	328.89
Sep-12	5.75	314.48	326.52
Oct-12	5.87	312.11	317.84
Nov-12	5.53	320.19	317.04
Dec-12	6.42	326.70	299.60
Jan-13	5.63	325.04	282.26
Feb-13	5.88	324.11	270.06
Mar-13	6.82	303.64	262.31
Total for 2012-13	**56.98**	**298.18**	**286.71**
Apr-13	6.27	303.06	256.85
May-13	6.88	309.11	258.13
Total 2013-14	**13.15**	**306.09**	**257.49**

Domestic Key Spot Market Price Comparison:

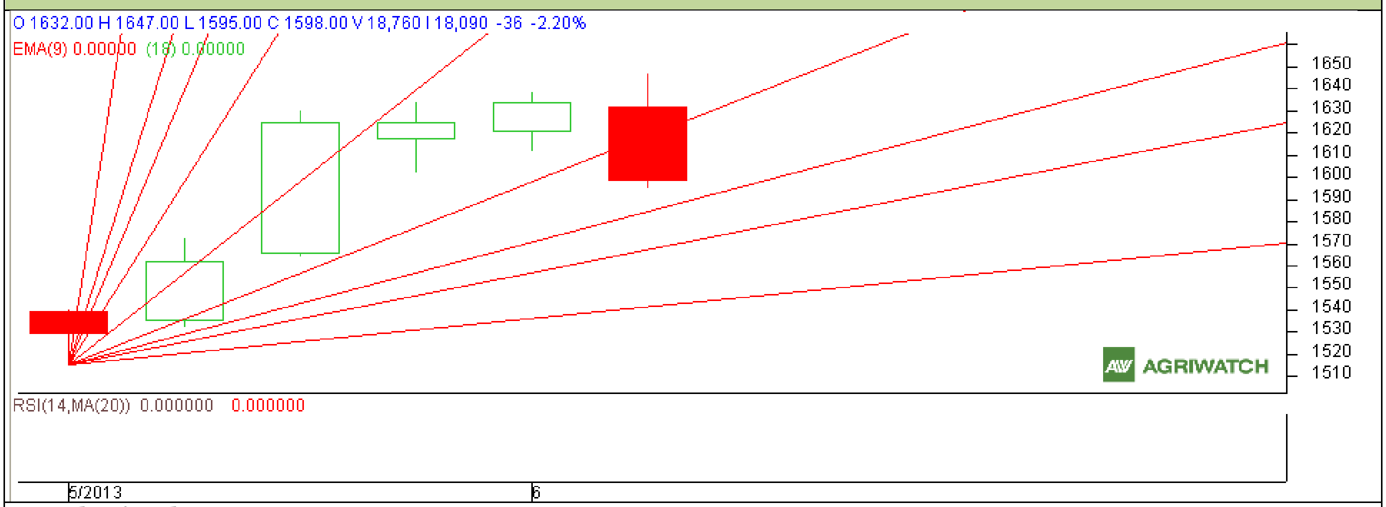
Centre	Market	Variety	Prices (Rs/Qtl)		Change
			15.06.2013	**08.06.2013**	
Delhi	**Lawrence Road**	**Mill Quality**	1590	1610	**-20**
	Nazafgarh	**Mill Delivery Loose**	1525	1550	**-25**
	Narella	**Mill Delivery Loose**	1530	1600	**-70**
Gujarat	**Rajkot**	**Mill Delivery**	1650	1700	**-50**
	Ahmadabad	**Mill Delivery**	1720	1740	**-20**
M.P.	**Bhopal**	**Mill Quality Loose (Lokwan Price)**	1725	1800	**-75**
	Indore	**Mill Delivery**	1610	1625	**-15**
Rajasthan	**Kota**	**Mill Quality**	1540	1575	**-35**
U.P.	**Kanpur**	**Mill Delivery**	1465	1510	**-45**
Punjab	**Khanna**	**Mill Quality Loose**	1400	1400	**Unch**
Haryana	**Sirsa**	**Mill Delivery loose**	1445	1435	**10**

Wheat Progressive Procurement:

All figures in Lakh Tonnes		As on 12.06		
State	Total procurement in 2012-13 Season	In Marketing season 2013-14	In Marketing season 2012-13	Change from last year at the same time
Punjab	128.34	108.86	128.17	**-15.07**
Haryana	86.65	58.73	86.65	**-32.22**
U.P	50.63	6.81	38.73	**-82.42**
M.P	84.93	63.55	85.07	**-25.30**
Rajasthan	19.64	12.61	17.91	**-29.59**
Other	11.29	0.13	6.55	**-98.02**
All India	**381.48**	**250.69**	**363.08**	**-30.95**

Commodity: Wheat **Exchange: NCDEX**
Contract: June **Expiry: 20th June, 2012**

Wheat (Weekly Chart)



Technical Commentary:

- Candle stick chart depicts downward moment in the market.
- Fall in OI and price indicates long liquidation.

Strategy: Sell near entry level

Intraday Supports & Resistances			**S2**	**S1**	**PCP**	**R1**	**R2**
Wheat	NCDEX	June	1564	1572	1598	1615	1625
Intraday Trade Call*			**Call**	**Entry**	**T1**	**T2**	**SL**
Wheat	NCDEX	June	**Sell**	Below 1600	1585	1576	1610

*Do not carry forward the position until the next Week.

Domestic Weekly Outlook: **Market is likely to trade weak ahead owing to slack buying.**

International Market Updates:

Argentinean farmers has sown 30% of 3.9 million hectares of wheat, which is an increase of 10.6% points increase from previous week and 4.7% points increase year on year basis owing to dry weather.

USDA report projects global wheat production at 695.86 million tonnes against 701.10 million tonnes in previous report due to fall in production in India, Black Sea region and EU. Ending Stocks too has been reduced to 181.25 million tonnes from 186.38 million tonnes owing to fall in production and increase in consumption demand from India, Iran and Egypt.

Egypt government has procured 3.9 million tonnes wheat so far from domestic harvest, which is enough till 1 December 2013. Egypt is trying to reduce its wheat import and Egypt's local production is estimated at 9-9.5 million tonnes.

Tunisian State grain agency has bought 75,000 MT soft milling wheat at USD 274.68/MT CNF, for July-August Shipment from optional origin, however traders believe that Black sea region wheat probably will be shipped.

ABARES increased wheat production forecast to 25.399 million tonnes from previous estimate of 24.9 million tonne for 2013-14 crop, which is also 15% from last year's production. Recent rains in Eastern wheat belt have raised expectation for better yield and production.

Buyers from Thailand has bought 55,000 Feed wheat from Russia at USD 283/MT, CNF for Aug-Sept delivery. As Black Sea region crop is nearing harvest a surge in purchase has been witnessed from South East Asian countries like Philippines, Malaysia and Indonesia.

Saudi Arabia has bought 115,000 MT of soft wheat (11% protein) for September shipment from Toepfer of any origin wheat. Out of 115,000 MT, 60,000 MT was bought at USD 296.47/T to be delivered at Jeddah port between 1-10 September and 55,000 MT was bought at USD 307.96/MT to be delivered at Dammam port by 20-30 September.

Ukraine has exported 6.7 million tonnes wheat Since July 2012 to 1st June 2013 as compared to 4.84 million tonnes last year during the same time. 156,000 MT of wheat was exported in May.

IGC Wheat Balance Sheet (Quantity in MMT)

	2008-09	2009-10	2010-11	2011-12 est.	2012-13 forecast	Projection for 2013-14	
						25.04.2013	31.05.2013
Production	685	679	653	696	655	680	682
Trade	137	128	126	145	139	135	137
Consumption	645	652	658	693	674	678	680
Carryover stocks	173	199	194	197	178	181	180
Y-O-Y change	41	27	-5	3	-19	2	2
Major Exporters	69	79	74	70	51	58	56

Indicative FOB Quotes:

	Variety	% Change over Prev. Year	12.06.13	Week Ago 05.06.13	Month Ago (May)	3 Months Ago (Mar)	Year Ago (June)
USA (Gulf)	SRW 2	12.30	274.00	284.90	287.00	284.90	244.00
France	FCW3	-2.83	268.20	273.60	270.20	315.80	276.00
United Kingdom	Feed wheat	0.62	261.60	275.70	294.80	295.40	260.00
Australia	CWRS	29.15	353.14	342.37	317.93	288.95	273.44
Russia	SRW	-8.39	273.00	273.00	270.00	272.50	298.00
Ukraine	SRW	-11.02	262.50	262.50	265.00	270.00	295.00
Argentina	SRW	6.82	282.00	282.00	270.00	325.00	264.00

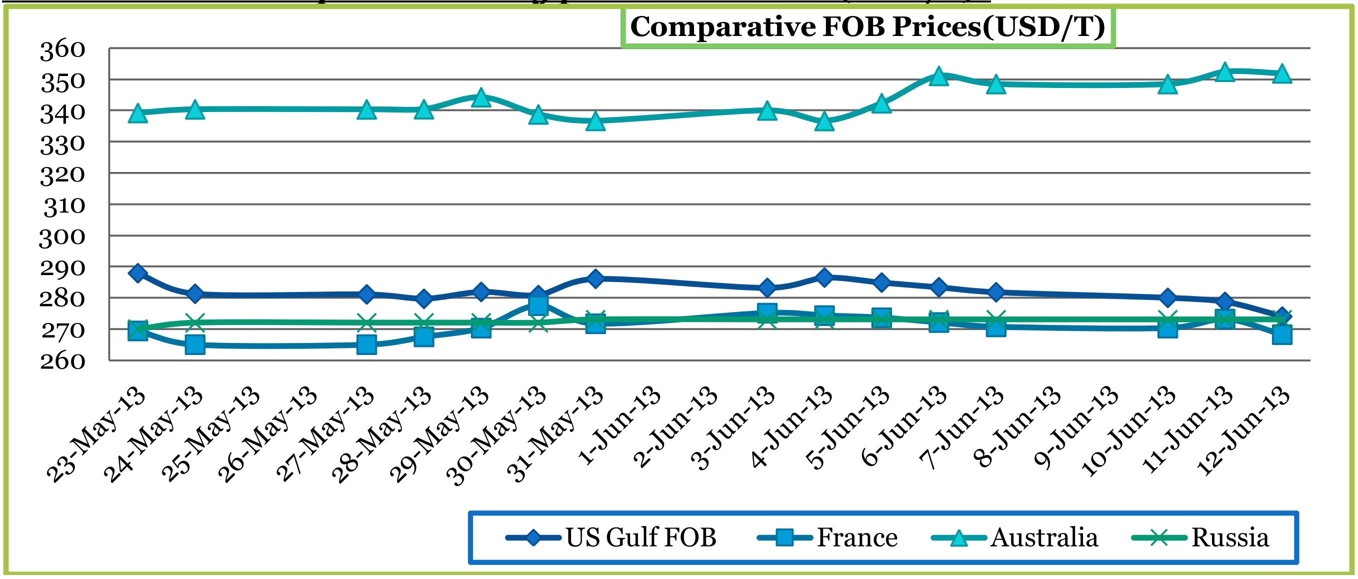
Global wheat market is expected to trade weak higher wheat production estimate of 682 million tonnes as compared to 680 million tonnes as per IGC latest estimate.

CBOT FUTURES CONTRACT:

CONTRACT MONTH	14 June 13	Week ago (07 June 2013)	1 Month ago(14 May 13)	3 Month ago(14 Mar 13)	6 Month ago(14 Dec 12)	1 Year ago(14 June 12)	% Change over previous year
July-13	250.11	255.80	261.13	264.53	306.04	258.93	-3.41
Sept-13	253.05	258.93	264.34	266.18	310.73	263.24	-3.87
Dec-13	257.73	264.25	270.22	270.59	315.78	268.84	-4.13
Mar-14	262.51	269.67	276.47	274.91	319.36	270.77	-3.05
May-14	266.37	273.35	278.49	275.46	318.54	272.15	-2.13
July-14	268.94	275.55	278.67	272.34	305.77	265.91	1.14

CBOT July 13 Future Chart:

International FOB prices Weekly price Movement (USD/T):



International Weather update: (Source-USDA)

Canada- In south eastern Canada showers provided fair moisture for winter wheat. In Canadian Prairies conditions were conducive for emerging spring wheat.

Russia and Ukraine –After spells of wetness dry and cool weather promoted completing of spring wheat plantation in Siberia and north portion of Southern district. Showers and thunderstorms (10-75 mm) maintained adequate to abundant soil moisture for winter crops in, Ukraine, and Russia's Central District.

Australia- Scattered and light rains (1-8mm) in the wheat belt provided moisture along with warm and sunny weather helped wheat development.

Argentina- Mostly dry weather dominated the week with scattered rainfall. Weekly average temperature was 3°C below normal.

USA-82% of the winter wheat crop was at heading stage and beyond which is 9% points behind last year and 5 points behind the 5-year average.

International Weekly Outlook: **International Spot and Future market is expected to trade steady to weak on expectation of better production and harvesting season in nearing in key producing and exporting countries like Russia, US and Ukraine.**