

Wheat Domestic Fundamentals:

- According to PIB (Press Information Bureau), Wheat has been sown in 253.17 lakh hectares as compared to last year's 257.12 lakh hectares.
- In Maharashtra wheat has been sown in 3, 79, 398 hectares so far, which is 39.3 % of the Normal area. Last year at the same time wheat was sown in 4, 09,616 hectares. Maharashtra has set target of 10, 50,100 hectares.
- In Rajasthan wheat has been sown in 24, 15, 100 hectares so far, which is 86.3% of the target area. Last year at the same time wheat was sown in 23, 12,500 hectares. Rajasthan has set target of 28, 00,000 hectares against the last years 29, 35,000 hectares.
- Government favors hiking Wheat MSP as per latest update, the Union Cabinet is considering proposals to hike Minimum support price of wheat and export quota to ease pressure of bulging food grain stock. The agriculture ministry has proposed wheat MSP Rs1400/Q for 2013 as compared to Rs 1285/Q for 2012. If MSP is increased the sown area might increase as farmer will be getting more remuneration for their crop.
- According to Traders wheat crop might be 20% less in Gujarat and 80% less in Saurashtra region due to lower availability of water. Wheat area might shift to Chana and Mustard in Saurashtra region.
- Agriculture Minister Sarad Pawar is trying to ensure higher price for wheat farmers next season either by higher MSP or through bonus. The government had rejected the recommendation of the Commission for Agricultural Costs and Prices (CACP) to freeze the MSP of wheat at last year's level of Rs 1,285 per quintal. Resultantly, the CACP had revised its recommendation and suggested a bonus of Rs 40 per quintal subject to liquidation of 15 million tonnes of wheat by April 2013.

International Market Update:

- Argentina wheat export limit may be further reduced as crop production seems to be lower than previous estimate of 10.1 million tonnes. Traders and Research Analyst sees Argentina production at 9.5 million tonnes, due to regular rains which resulted in flooding of the fields. However, According to Ministry of Agriculture's latest release ministry sees Argentina Wheat crop at 10.5 million tonnes 50 Lakh tonnes less from previous estimate.
- Ukraine Government earlier has urged traders to halt wheat exports; but now has allowed 300,000 tonnes for export through government run organizations. According to official data, Ukraine has already exported 5.7 million tonnes of wheat as of December 18, 2012 now, it is expected that Ukraine export 6 million tonnes of wheat this year.

Domestic market Outlook: We expect wheat Cash and future market to trade steady to weak due to increased supply under OMSS-D bulk users will restrict uptrend.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jan-13	-16	1,592	1,595	1,577	1,580	5,900	5,170	12,320	11,980
Feb-13	-11	1,567	1,573	1,552	1,561	840	-1,090	5,580	-7,760
Mar-13	-12	1,465	1,473	1,451	1,455	150	-630	1,040	-4,540
Apr-13	-20	1,377	1,377	1,371	1,376	80	-140	1,290	300

Spread	Jan-13	Feb-13	Mar-13	Arp-13
Spot	-10			
Jan-13		-19		
Feb-13			-106	
Mar-13				-79

Stocks	Demat	In- Process	Total	FED
	20/12/2012	20/12/2012	20/12/2012	20/12/2012
Delhi	-	-	-	-
Itarsi	10	0	10	10
Kanpur	-	-	-	-
Kota	3788	0	3788	3788

CBOT Wheat Futures: Date: 20.12.2012

Contract	Open	High	Low	Close	+/-
Dec-12	806.25	808.5	782.5	790.5	-15.00
Mar-13	818	819.5	794.5	802	-15.00
May-13	824.25	824.25	799.75	807.75	-15.25
Jul-13	834	834	811.5	818.5	-15.50
Sep-13	845.75	845.75	822.5	830.5	-14.75

Wheat Daily prices and Arrival On 21.12.2012

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			12/21/2012	12/20/2012	
Delhi	Lawrence Road	Mill Quality	1570	1575	-5
	Nazafgarh	Mill Delivery Loose	1550	1540	10
	Narella	Mill Delivery Loose	1520	1520	Unch
Gujarat	Rajkot	Mill Delivery	1670	1670	Unch
	Ahmedabad	Mill Delivery	1715	1715	Unch
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	1625	-	-
	Indore	Mill Delievery	1580	-	-
Rajastha n	Kota	Mill Delivery	1600	1631	-31
U.P.	Kanpur	Mill Delivery	1550	1550	Unch
Punjab	Khanna	Mill Quality Loose	1470	1470	Unch
Haryana	Sirsa	Mill Delivery loose	1540	1540	Unch
	Palwal	Mill Quality Loose	-	-	-
	Hodal	Mill Quality loose	1470	1475	-5
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Quality	-	-	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1725	1725	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1725	1725	Unch

Centre	Market	Variety	Arrivals (Bags/QtI)		Change
			12/21/2012	12/20/2012	
Delhi					
	Lawrence Road	Mill Quality	1200	1500	-300
	Nazafgarh	Mill Delivery Loose	200	150	50
	Narella	Mill Delivery Loose	150	450	-300
Gujarat	Rajkot	Mill Delivery	-	-	-
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Mill Quality Loose (Lokwan Price)	-	-	-
	Indore	Mill Delivery	-	-	-
Rajasthan	Kota	Mill Quality	2000	2000	Unch
U.P.	Kanpur	Mill Delivery	600	500	100
Punjab	Khanna	Mill Quality Loose	300	400	-100
Haryana	Sirsa	Mill Quality Loose	300	200	100
	Palwal	Mill Quality Loose	-	-	-
	Hodal	Mill Delivery loose	50	100	-50
	Panipat	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery Loose	-	-	-

Wheat Products Delhi	12/21/2012	12/20/2012	Change
Atta (50kg) Ordinary	910	910	Unch
Maida Grade 1 (90kg)	1878	1878	Unch
Maida Grade 1 (50KG)	1025	1025	Unch
Suji (50kg)	1100	1100	Unch
Chokar (50 kg)	674	674	Unch
Chokar (34 kg)	461	461	Unch
Chakki Atta (50kg)	930	930	Unch
Chakki Atta (50kg) Special	930	930	Unch
Chakki Atta (90kg) Superfine	1700	1700	Unch
Chakki Atta (50kg) Superfine	935	935	Unch

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