

## Wheat Domestic Fundamentals:

- Indian government is trying to sell 20 lakh tonnes of wheat from its central pool stock through PSU's but the USD 300/MT floor price remains intact which may hinder the success of tender as Russia, Ukraine and Romania are offering wheat at USD 55-60/MT less than Indian price.
- According to traders local millers are buying wheat at Rs 1400-1425/Q in Khanna region. Wheat is reaching Pune at Rs 1800-1825/Q, delivered basis from Kanpur region. Traders in Rajkot are sourcing wheat from Kota region at Rs 1800-1850/Q, delivered basis.
- As on 1st September, wheat stock in central pool was 38.36 million tonnes which is lower than previous year 46.16 million tonne on the same date. Punjab and Haryana hold the maximum wheat stock at 14.48 million tonnes and 9.34 million tonnes respectively.
- As per IBIS data, India exported 1.31 lakh tonnes of wheat in month of August, which is lower than 4.79 lakh tonnes exported in the same month last year. Around 42000 MT was exported to Sudan and 22, 685 MT was exported to UAE.
- Indian firm LMJ lost the bid for 50,000 MT to Ismail food products for Bangladesh government wheat tenders. LMJ bid was USD 286/MT, CIF which lost to Ismail food product's USD 282.66/MT, CIF. Ukraine is the expected origin of wheat.
- Indian wheat can become competitive in South East Asian countries due to weak rupee. Traders feel that if government reduces OMSS prices than they can compete with Black sea region. South East Asian countries have shifted to Black sea region from India due to cheaper wheat availability.
- Traders in Kanpur and Kosi region has revealed that thin trading activities are taking place and panic selling of wheat activities were reported as traders anticipate bearish price sentiments. Wheat is reaching Delhi Rs 1570-1580/Q from Kosi region.
- 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.

## International Market Update:

- As per USDA WASDE report global wheat production is expected to rise to 708.89 million tonnes from previous month forecast of 705.38 million tonnes due to higher expected production in Canada and EU.
- Global wheat consumption has been reduced due to lower feed wheat consumption in Korea, Saudi Arabia and Australia. Global wheat ending stocks are expected to increase to 183.41 million tonnes from 181.68 million tonnes due to increase in production and lower consumption.

**Domestic market Outlook:** Domestic market is likely to trade steady to slightly firm.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Sep-13	-3	1565	1565	1558	1558	60	30	7,610	10
Oct-13	1	1584	1584	1575	1580	280	-1,290	10,090	-30
Nov-13	1	1603	1605	1599	1600	120	-70	630	20

Spread	Sept-13	Oct-13	Nov-13	Dec-13
Spot	42			
Sept-13		22		
Oct-13			20	
Nov-13				-

Stocks	Demat	In-Process	Total	FED
	<b>12.9.2013</b>	<b>12.9.2013</b>	<b>12.9.2013</b>	<b>7.9.2013</b>
Delhi	12871	0	12871	12871
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	-	-	-	-

## Wheat (CBOT) On 12.09.2013(Bushels/Cent)

Contract	Open	High	Low	Close	+/-
Sep-13	635.50	641.75	625.00	641.75	6.75
Dec-13	647.75	655.00	637.25	653.00	5.00
Mar-14	659.00	666.00	647.75	664.25	5.25
May-14	666.25	672.75	654.50	670.75	4.75
Jul-14	661.00	670.25	650.00	667.75	6.25
Sept-14	664.75	675.00	656.75	673.50	6.75

## Wheat Daily Prices and Arrivals on 13.09.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			9/13/2013	9/12/2013	
Delhi					
	Lawrence Road	Mill Delivery	1600	1600	Unch
	Narella	Mill Quality Loose	1550	1560	-10
Gujarat	Nazafgarh	Mill Quality Loose	1535	1540	-5
	Rajkot	Mill Delivery	1675	1670	5
	Ahmedabad	Mill Delivery	1740	1740	Unch
M.P.	Surat	Mill Delivery	1765	1770	-5
	Bhopal	Lokwan	1625	1640	-15
	Indore	Mill Delivery	1625	1625	Unch
Rajasthan	Kota	Mill Quality Loose	1500	1510	-10
		Mill Delivery	1575	1611	-36
U.P.	Kanpur	Mill Delivery	1575	1575	Unch
	Mathura	Mill Quality Loose	1460	1465	-5
	Kosi	Mill Quality Loose	1500	1500	Unch
	Hathras	Mill Quality Loose	1450	1450	Unch
Punjab	Khanna	Mill Quality Loose	1425	1425	Unch
	(Ludhiana)Jagraon	Mill Delivery	1500	1500	Unch
Haryana	Sirsa	Mill Delivery loose	1500	1500	Unch
	Hodal	Mill Delivery	1610	1610	Unch
	Karnal	Mill Delivery	1530	1525	5
	Bhiwani	Mill Quality Loose	1510	1510	Unch

<b>Tamil Nadu</b>	Chennai	Mill Quality	1850	1865	<b>-15</b>
	Madurai	Mill Quality	1907	1922	<b>-15</b>
	Coimbatore	Mill Quality	1907	1922	<b>-15</b>
<b>FOR</b>	Kandla(Rajasthan-Kota)	Mill Quality	1680	1740	<b>-60</b>
	Gandhidham(Rajasthan-Kota)	Mill Quality	1680	1740	<b>-60</b>

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			9/13/2013	9/12/2013	
<b>Delhi</b>					
	Lawrence Road	Mill Delivery	8000	10000	<b>-2000</b>
	Narella	Mill Quality Loose	1000	600	<b>400</b>
	Nazafgarh	Mill Quality Loose	300	250	<b>50</b>
<b>Gujarat</b>	Rajkot	Mill Quality Loose	900	1000	<b>-100</b>
	Ahmadabad	Mill Delivery	-	-	-
<b>M.P.</b>	Bhopal	Lokwan	-	-	-
	Indore	Mill Quality Loose	5000	4000	<b>1000</b>
<b>Rajasthan</b>	Kota	Mill Quality	13000	8000	<b>5000</b>
<b>U.P.</b>	Kanpur	Mill Delivery	600	500	<b>100</b>
	Mathura	Mill Quality Loose	700	700	<b>Unch</b>
	Kosi	Mill Quality Loose	500	500	<b>Unch</b>
	Hathras	Mill Quality Loose	500	500	<b>Unch</b>
<b>Punjab</b>	Khanna	Mill Quality Loose	500	200	<b>300</b>
<b>Haryana</b>	Sirsa	Mill Quality Loose	200	200	<b>Unch</b>
	Hodal	Mill Quality Loose	200	100	<b>100</b>
	Panipat	Mill Quality Loose	NA	NA	-
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	200	250	<b>-50</b>

Wheat Products Delhi	9/13/2013	9/12/2013	Change
Atta (50kg) Ordinary	940	940	<b>Unch</b>
Maida Grade 1 (90kg)	2112	2112	<b>Unch</b>
Maida Grade 1 (50KG)	1155	1155	<b>Unch</b>
Suji (50kg)	1180	1180	<b>Unch</b>
Chokar (50 kg)	628	628	<b>Unch</b>
Chokar (34 kg)	428	428	<b>Unch</b>
Chakki Atta (50kg)	985	985	<b>Unch</b>
Chakki Atta (50kg) Special	985	985	<b>Unch</b>
Chakki Atta (90kg) Superfine	1816	1816	<b>Unch</b>
Chakki Atta (50kg) Superfine	990	990	<b>Unch</b>

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