

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 WASDE report global wheat output 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.
- GASC has bought 235,000 MT of Russian, Ukrainian and Romanian origin wheat for 11-20 November delivery at USD 251.68-254.88/MT, FOB.

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	-2	1556	1560	1555	1558	4,450	4,390	4,490	-3,120
Oct-13	0	1581	1583	1577	1580	120	-160	10,110	20
Nov-13	0	0	1602	1602	1602	0	-120	630	0

Spread	Sept-13	Oct-13	Nov-13	Dec-13
Spot	47			
Sept-13		22		
Oct-13			22	
Nov-13				-

Stocks	Demat	In-Process	Total	FED
	13.9.2013	13.9.2013	13.9.2013	7.9.2013
Delhi	12871	0	12871	12871
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	-	-	-	-

Wheat (CBOT) On 13.09.2013(Bushels/Cent)

Contract	Open	High	Low	Close	+/-
Sep-13	653.00	653.00	640.00	641.50	-11.50
Dec-13	663.75	664.25	650.75	652.25	-12.00
Mar-14	669.75	670.75	656.25	657.50	-13.25
May-14	666.00	667.75	653.00	656.50	-11.25
Jul-14	667.75	673.50	658.00	662.75	-10.75
Sept-14	677.25	682.25	666.50	670.50	-11.75

Wheat Daily Prices and Arrivals on 14.09.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			9/14/2013	9/13/2013	
Delhi	Lawrence Road	Mill Delivery	1605	1600	5
	Narella	Mill Quality Loose	1550	1550	Unch
	Nazafgarh	Mill Quality Loose	1550	1535	15
Gujarat	Rajkot	Mill Delivery	1670	1675	-5
	Ahmedabad	Mill Delivery	1740	1740	Unch
	Surat	Mill Delivery	1760	1765	-5
M.P.	Bhopal	Lokwan	1650	1625	25
	Indore	Mill Delivery	1660	1625	35
Rajasthan	Kota	Mill Quality Loose	1500	1500	Unch
		Mill Delivery	1600	1575	25
U.P.	Kanpur	Mill Delivery	1575	1575	Unch
	Mathura	Mill Quality Loose	1460	1460	Unch
	Kosi	Mill Quality Loose	1500	1500	Unch
	Hathras	Mill Quality Loose	1445	1450	-5
Punjab	Khanna	Mill Quality Loose	1430	1425	5
	(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	1530	Unch
	Bhiwani	Mill Quality Loose	1510	1510	Unch

Tamil Nadu	Chennai	Mill Quality	1850	1850	Unch
	Madurai	Mill Quality	1907	1907	Unch
	Coimbatore	Mill Quality	1907	1907	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1680	1680	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1680	1680	Unch

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			9/14/2013	9/13/2013	
	Lawrence Road	Mill Delivery	8000	8000	Unch
	Narella	Mill Quality Loose	650	1000	-350
	Nazafgarh	Mill Quality Loose	300	300	Unch
Gujarat	Rajkot	Mill Quality Loose	1200	900	300
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
	Indore	Mill Quality Loose	3000	5000	-2000
Rajasthan	Kota	Mill Quality	13000	13000	Unch
U.P.	Kanpur	Mill Delivery	500	600	-100
	Mathura	Mill Quality Loose	700	700	Unch
	Kosi	Mill Quality Loose	300	500	-200
	Hathras	Mill Quality Loose	400	500	-100
Punjab	Khanna	Mill Quality Loose	300	500	-200
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	100	200	-100
	Panipat	Mill Quality Loose	NA	NA	-
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	200	200	Unch

Wheat Products Delhi	9/14/2013	9/13/2013	Change
Atta (50kg) Ordinary	940	940	Unch
Maida Grade 1 (90kg)	2112	2112	Unch
Maida Grade 1 (50KG)	1155	1155	Unch
Suji (50kg)	1180	1180	Unch
Chokar (50 kg)	628	628	Unch
Chokar (34 kg)	428	428	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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