

## Wheat Domestic Fundamentals:

- Wheat cash market traded mixed on Monday. Supply side remains ample against emerging demands. However, dependence on govt.'s stock is expected to increase October onward when stock in private hands starts decreasing. Higher stock in govt.'s custody and its regular release mechanism would continue to work as a cap for cash wheat market in the short and medium term.
- 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.
- 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:

- Iran plans to import 7.5 million tons of wheat in a move to boost its strategic reserves. The administration has recently raised the guaranteed price for buying wheat from domestic farmers from 8,000 rials (about 33 cents) to 10,500 rials.
- 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.
- Flour Mill in Oman has bought 30,000 MT of Russian origin 12.5% protein wheat for USD 285/MT, CNF for November delivery.
- ABARES has reduced wheat production forecast for 2013-14 to 24.46 million tonnes from 25.39 million tonnes due to dry weather in eastern wheat belt and mixed weather in Western Australia too had an impact on yield.

**Domestic market Outlook:** Wheat is likely to trade range bound.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Sep-13	0	1563	1565	1554	1554	30	-860	7,600	-10
Oct-13	11	1580	1585	1570	1585	1,570	-420	10,150	-360
Nov-13	1	1600	1603	1594	1597	190	60	610	-20

Spread	Sept-13	Oct-13	Nov-13	Dec-13
Spot	46			
Sept-13		31		
Oct-13			12	
Nov-13				-

Stocks	Demat	In-Process	Total	FED
	<b>14.9.2013</b>	<b>14.9.2013</b>	<b>14.9.2013</b>	<b>7.9.2013</b>
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	<b>-11.50</b>
Dec-13	663.75	664.25	650.75	652.25	<b>-12.00</b>
Mar-14	669.75	670.75	656.25	657.50	<b>-13.25</b>
May-14	666.00	667.75	653.00	656.50	<b>-11.25</b>
Jul-14	667.75	673.50	658.00	662.75	<b>-10.75</b>
Sept-14	677.25	682.25	666.50	670.50	<b>-11.75</b>

## Wheat Daily Prices and Arrivals on 16.09.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			9/16/2013	9/14/2013	
Delhi					
	Lawrence Road	Mill Delivery	1600	1605	<b>-5</b>
	Narella	Mill Quality Loose	1550	1550	<b>Unch</b>
Gujarat	Nazafgarh	Mill Quality Loose	1550	1550	<b>Unch</b>
	Rajkot	Mill Delivery	1575	1670	<b>-95</b>
	Ahmedabad	Mill Delivery	1740	1740	<b>Unch</b>
M.P.	Surat	Mill Delivery	1760	1760	<b>Unch</b>
	Bhopal	Lokwan	1650	1650	<b>Unch</b>
	Indore	Mill Delivery	1635	1660	<b>-25</b>
Rajasthan	Kota	Mill Quality Loose	1510	1500	<b>10</b>
		Mill Delivery	1611	1600	<b>11</b>
U.P.	Kanpur	Mill Delivery	1575	1575	<b>Unch</b>
	Mathura	Mill Quality Loose	1465	1460	<b>5</b>
	Kosi	Mill Quality Loose	1575	1575	<b>Unch</b>
	Hathras	Mill Quality Loose	1450	1445	<b>5</b>
Punjab	Khanna	Mill Quality Loose	1425	1430	<b>-5</b>
	(Ludhiana)Jagraon	Mill Delivery	1500	1500	<b>Unch</b>
Haryana	Sirsa	Mill Delivery loose	1500	1500	<b>Unch</b>
	Hodal	Mill Delivery	1610	1610	<b>Unch</b>
	Karnal	Mill Delivery	NA	1530	<b>-</b>
	Bhiwani	Mill Quality Loose	1510	1510	<b>Unch</b>

<b>Tamil Nadu</b>	Chennai	Mill Quality	1870	1850	<b>20</b>
	Madurai	Mill Quality	1927	1907	<b>20</b>
	Coimbatore	Mill Quality	1927	1907	<b>20</b>
<b>FOR</b>	Kandla(Rajasthan-Kota)	Mill Quality	1730	1680	<b>50</b>
	Gandhidham(Rajasthan-Kota)	Mill Quality	1730	1680	<b>50</b>

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			9/16/2013	9/14/2013	
<b>Delhi</b>	Lawrence Road	Mill Delivery	8000	8000	<b>Unch</b>
	Narella	Mill Quality Loose	700	650	<b>50</b>
	Nazafgarh	Mill Quality Loose	150	300	<b>-150</b>
	Rajkot	Mill Quality Loose	1400	1200	<b>200</b>
<b>Gujarat</b>	Ahmadabad	Mill Delivery	-	-	-
	Bhopal	Lokwan	-	-	-
<b>M.P.</b>	Indore	Mill Quality Loose	5000	3000	<b>2000</b>
<b>Rajasthan</b>	Kota	Mill Quality	5000	13000	<b>-8000</b>
<b>U.P.</b>	Kanpur	Mill Delivery	500	500	<b>Unch</b>
	Mathura	Mill Quality Loose	1000	700	<b>300</b>
	Kosi	Mill Quality Loose	200	300	<b>-100</b>
	Hathras	Mill Quality Loose	500	400	<b>100</b>
<b>Punjab</b>	Khanna	Mill Quality Loose	500	300	<b>200</b>
<b>Haryana</b>	Sirsa	Mill Quality Loose	400	200	<b>200</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	200	<b>Unch</b>

Wheat Products Delhi	9/16/2013	9/14/2013	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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