

Wheat Domestic Fundamentals:

- Wheat cash markets traded slightly higher on improved demand from miller's side. Market participants expect market to move up further on seasonal factors. However, any bull run is unlikely at this point of time. Ample stock in central pool and govt.'s intention to augment supply in the lean season will continue to act as a cap.
- Exporters are unwilling to buy at current level due to disparity and volatile INR. Russia, US are supplying wheat at very competitive prices. In a latest development Madhya Pradesh govt. has exempted state-owned cooperative agencies from purchase tax on wheat purchase.
- According to traders local millers are buying wheat at Rs 1450-1475/Q in Khanna region. Wheat is reaching Pune at Rs 1800-1850/Q, delivered basis from Kanpur region. Traders in Rajkot are sourcing wheat from Kota region at Rs 1830-1870/Q, delivered basis. Supply from UP to south Indian market continues at Rs1780 to Rs 1790 on 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 considerably decreased in August to 7.60% year on year basis from 13.42% in July 2013. Though WPI has decreased marginally 205.3 in August from 206.2 in July 2013.

International Market Update:

- Statistics Canada said that total wheat production in Canada is expected to reach 30.6 million tonnes this year — up 12.9 per cent from 2012. Statistics Canada will release final production estimates for 2013 on Dec. 4. The latest America projection for Canadian wheat is even higher. The U.S. Department of Agriculture, pegged Canadian wheat production at 31.5 million tonnes — up two million tonnes from its August estimate.
- 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 slightly firm.

Date NCDEX Wheat Futures								Date:19.09.2013	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Oct-13	11	1568	1571	1566	1571	6320	5350	5710	5560
Nov-13	1	1581	1589	1581	1589	130	-60	590	-20
Dec-13	1	1600	1600	1600	1600	10	-180	270	130

Spread	Oct-13	Nov-13	Dec-13	Jan-14
Spot	33			
Oct-13		15		
Nov-13			12	
Dec-13				-

Stocks	Demat	In-Process	Total	FED
	19.9.2013	19.9.2013	19.9.2013	16.9.2013
Delhi	12522	0	12522	12871
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota				

Wheat (CBOT) On 19.09.2013(Bushels/Cent)

Contract	Open	High	Low	Close	+/-
13-Dec	647.50	662.50	646.75	657.00	10.50
14-Mar	658.00	673.50	657.25	667.50	10.00
14-May	664.00	679.00	663.25	673.00	10.25
14-Jul	659.00	673.25	658.25	668.50	10.25
14-Sep	664.75	677.00	662.75	673.00	10.25
14-Dec	676.75	686.00	670.75	681.75	11.00

Wheat Daily Prices and Arrivals on 20.09.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			9/20/2013	9/19/2013	
Delhi	Lawrence Road	Mill Delivery	1607	1605	2
	Narella	Mill Quality Loose	1600	1560	40
	Nazafgarh	Mill Quality Loose	1550	1540	10
Gujarat	Rajkot	Mill Delivery	1575	1575	Unch
	Ahmedabad	Mill Delivery	1730	1735	-5
	Surat	Mill Delivery	1750	1750	Unch
M.P.	Bhopal	Lokwan	1600	1600	Unch
	Indore	Mill Delivery	1650	Closed	-
Rajasthan	Kota	Mill Quality Loose	1500	1500	Unch
		Mill Delivery	1585	1600	-15
U.P.	Kanpur	Mill Delivery	1565	1565	Unch
	Mathura	Mill Quality Loose	1470	1465	5
	Kosi	Mill Quality Loose	1500	1500	Unch
	Hathras	Mill Quality Loose	1450	1450	Unch
Punjab	Khanna	Mill Quality Loose	1425	1430	-5
	(Ludhiana)Jagraon	Mill Delivery	1500	1500	Unch
Haryana	Sirsa	Mill Delivery loose	1505	1500	5
	Hodal	Mill Delivery	1600	1610	-10
	Karnal	Mill Delivery	1545	1545	Unch

	Bhiwani	Mill Quality Loose	1550	1525	25
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	1730	1730	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1730	1730	Unch

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			9/20/2013	9/19/2013	
Delhi					
	Lawrence Road	Mill Delivery	8000	7000	1000
	Narella	Mill Quality Loose	400	1000	-600
	Nazafgarh	Mill Quality Loose	250	400	-150
Gujarat	Rajkot	Mill Quality Loose	600	700	-100
	Ahmadabad	Mill Delivery	-	-	-
M.P.	Bhopal	Lokwan	-	-	-
	Indore	Mill Quality Loose	5000	Closed	-
Rajasthan	Kota	Mill Quality	5000	5000	Unch
U.P.	Kanpur	Mill Delivery	500	500	Unch
	Mathura	Mill Quality Loose	500	700	-200
	Kosi	Mill Quality Loose	500	500	Unch
	Hathras	Mill Quality Loose	700	700	Unch
Punjab	Khanna	Mill Quality Loose	500	500	Unch
Haryana	Sirsa	Mill Quality Loose	200	500	-300
	Hodal	Mill Quality Loose	200	100	100
	Panipat	Mill Quality Loose	NA	NA	-
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	200	200	Unch

Wheat Products Delhi	9/20/2013	9/19/2013	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)	623	628	-5
Chokar (34 kg)	422	428	-6
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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