

## Wheat Domestic Fundamentals:

- Wheat inflation has fallen to 5.90% in September 2013 from 7.60% in August 2013 though WPI has increased to 210.10 in September from 205.30 in August 2013.
- Private traders has sold 30,000 MT of 12% Protein Indian Milling Wheat at USD 285 and 13% protein milling wheat at USD 315/MT, to be delivered by November. This is the first export deal since late august according to the traders.
- As of 1st October wheat in Central pool was 36.1 million tonnes as compared to 43.15 million tonnes. North Zone has the highest stock of 26.94 million tonnes. Punjab has the 13.3 million tonnes in its stock followed by Haryana at 8.63 million tonnes.
- New OMSS price applicable from 1st Oct. 2013 for M.P has been revised up from Rs 1414 to Rs 1635 per qtl. Despite hefty increase of 15.62 percent in reserve price traders may opt for buying wheat from FCI stock through tender. Wheat for M.P gets premium over other varieties and local traders will start taking part in auction after mid Oct.FCI has allocated two lakh tonnes of wheat to gauge the market temperament.
- Wheat in local market is available at around Rs 1550/Q .However, traders' interest to buy wheat from government stock at higher price is taking ground now as stock in private hands is shrinking and traders will start getting parity in Malwa region at this price. They can deliver it in south India in between Rs 1850-1900/Q. Lower freight from Malwa region to south Indian destination would make off take viable from Malwa region given the current market scenario and seasonal factors.

## International Market Update:

- Persistent drought has hampered the wheat sowing in China's Henan province which accounts for one-fourth of China's wheat production. Second largest wheat producing province Shandong has also slowed wheat planting owing to little rain. Lower rains can hamper the wheat protein quality.sd
- Russia has harvested 51.20 million tonnes wheat by October 14, as compared to 39.3 million tonnes same time last year. Russia has exported 6.3 million tonnes wheat since January to August 2013 as compared to 2.9 million tonnes last year at the same time.
- Domestic wheat prices has increased considerably in Argentina owing to lower production in 2012-13 and expected lower production this year due to frost has pushed prices up. One of the major Argentine miller offered USD 500/MT of wheat for delivery before the end of October
- In a 50,000 MT wheat tender issued by Bangladesh's state grains buyer agency it has received the lowest offer of USD 297.26/MT, CIF liner out submitted by domestic trading company Ismail Food Products while South Korea's Daewoo International came in second with an offer of USD 302/MT.

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

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Oct-13	-7	1588	1588	1588	1588	10	-10	40	-870
Nov-13	-8	1614	1614	1607	1607	510	-810	4,180	60
Dec-13	-5	1627	1631	1627	1629	120	0	990	-70

Spread	Oct-13	Nov-13	Dec-13	Jan-14
Spot	29			
Oct-13		19		
Nov-13			22	
Dec-13				-

Stocks	Demat	In-Process	Total	FED
	14.10.2013	14.10.2013	14.10.2013	14.10.2013
Delhi	7681	0	7681	7681
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	-	-	-	-

**Wheat (CBOT) On 14.10.2013(Bushels/Cent)**

Contract	Open	High	Low	Close	+/-
13-Dec	692.00	696.88	686.50	692.50	0.25
14-Mar	700.00	702.25	697.12	701.75	0.75
14-May	699.25	704.75	699.25	704.75	2.00
14-Jul	690.25	694.00	689.62	694.00	1.50
14-Sep	699.50	699.50	698.75	699.50	0.75
14-Dec	711.75	711.75	709.75	711.75	2.00

**Wheat Daily Prices and Arrivals on 15.10.2013**

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			10/15/2013	10/12/2013	
Delhi					
	Lawrence Road	Mill Delivery	1617	1610	7
	Narella	Mill Quality Loose	1560	1555	5
	Nazafgarh	Mill Quality Loose	1570	1550	20
Gujarat	Rajkot	Mill Delivery	-	Closed	-
	Ahmedabad	Mill Delivery	-	Closed	-
	Surat	Mill Delivery	-	Closed	-
M.P.	Bhopal	Lokwan	1700	1650	50
	Indore	Mill Delivery	1675	1675	Unch
Rajasthan	Kota	Mill Quality Loose	1525	1515	10
		Mill Delivery	1600	1600	Unch
U.P.	Kanpur	Mill Delivery	1555	1550	5
	Mathura	Mill Quality Loose	1480	1475	5
	Kosi	Mill Quality Loose	1530	1520	10
	Hathras	Mill Quality Loose	1450	1460	-10
Punjab	Khanna	Mill Quality Loose	1425	1425	Unch
	(Ludhiana)Jagraon	Mill Delivery	1510	1500	10
Haryana	Sirsa	Mill Delivery loose	1505	Closed	-
	Hodal	Mill Delivery	1630	1630	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1560	1540	20
Tamil	Chennai	Mill Quality	1850	1850	Unch

# Wheat Daily Report

17<sup>th</sup> October 2013

<b>Nadu</b>	Madurai	Mill Quality	1907	1907	<b>Unch</b>
	Coimbatore	Mill Quality	1907	1907	<b>Unch</b>
<b>FOR</b>	Kandla(Rajasthan-Kota)	Mill Quality	1815	1710	<b>105</b>
	Gandhidham(Rajasthan-Kota)	Mill Quality	1815	1710	<b>105</b>
<b>Centre</b>	<b>Market</b>	<b>Variety</b>	<b>Arrivals (Bags/Qtl)</b>		<b>Change</b>
<b>Delhi</b>			<b>10/15/2013</b>	<b>10/12/2013</b>	
	Lawrence Road	Mill Delivery	7000	6000	<b>1000</b>
	Narella	Mill Quality Loose	200	150	<b>50</b>
	Nazafgarh	Mill Quality Loose	300	100	<b>200</b>
<b>Gujarat</b>	Rajkot	Mill Quality Loose	-	Closed	-
	Ahmadabad	Mill Delivery	NA	NA	-
<b>M.P.</b>	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	1500	1500	<b>Unch</b>
<b>Rajasthan</b>	Kota	Mill Quality	6000	3000	<b>3000</b>
<b>U.P.</b>	Kanpur	Mill Delivery	500	400	<b>100</b>
	Mathura	Mill Quality Loose	400	300	<b>100</b>
	Kosi	Mill Quality Loose	100	100	<b>Unch</b>
	Hathras	Mill Quality Loose	NA	200	-
<b>Punjab</b>	Khanna	Mill Quality Loose	300	NA	-
<b>Haryana</b>	Sirsa	Mill Quality Loose	200	Closed	-
	Hodal	Mill Quality Loose	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	300	200	<b>100</b>

<b>Wheat Products Delhi</b>	<b>10/15/2013</b>	<b>10/12/2013</b>	<b>Change</b>
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)	638	638	<b>Unch</b>
Chokar (34 kg)	425	425	<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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