

Wheat Domestic Fundamentals:

- There is a talk among market participants that government may cut the floor price from USD 300/MT to USD 260/MT. Government may reduce floor price owing to weak international market and weak INR.
- Bumper wheat production is expected in 2013-14 owing to good and extended monsoon, providing sufficient soil moisture for wheat plantation which is likely to begin by early November. Farmers and Traders expect wheat production may remain well above government target of 92.5 million tonnes if weather remains favorable in Jan-Feb 2014.
- According to the traders, in wheat tender issued by government under OMSS scheme bid of Rs 1640/Q were received against the reserve price of Rs 1637/Q. Almost 1600 Quintal were purchased by traders against 50000 Quintals of allocated quantity.
- Traders revealed that the new purchase tax of 5% may hinder the higher lifting of wheat in forthcoming tenders in M.P.
- Wheat MSP has been raised by Rs 50/Q from Rs 1350/Q to Rs 1400/Q for 2014-15 marketing year.
- 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.

International Market Update:

- Russian FOB prices are rising as farmers are holding crop due to anticipation of higher wheat prices. Russia has harvested 53.3 million tonnes of wheat by bunker weight from 95% of sown area. Wheat exports too are expected to fall in October to 2.1 million tonnes from 2.4 million tonnes.
- Australian wheat prices have firmed this week owing to damage to standing crop in eastern wheat belt due to frost. Australian prime wheat prices rose by USD 12/MT to USD 297/MT FOB for December delivery and Australian prime hard wheat with 13% protein gained USD 10/MT to USD 355/MT, FOB.
- Farmers in France has already sown 54% of soft wheat area for 2014 harvest which is 39% more from previous week and 31% more from last year at the same time.

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

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Nov-13	-4	1599	1603	1598	1600	370	90	4,530	-220
Dec-13	-4	1633	1634	1631	1632	100	10	1,300	-20
Jan-14	-13	1645	1650	1645	1647	70	-680	800	0

Spread	Nov-13	Dec-13	Jan-14	Feb-14
Spot	20			
Nov-13		32		
Dec-13			15	
Jan-14				-

Stocks	Demat	In-Process	Total	FED
	24.10.2013	24.10.2013	24.10.2013	24.10.2013
Delhi	3009	0	3009	4599
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	-	-	-	-

Wheat (CBOT) On 25.10.2013(Bushels/Cent)

Contract	Open	High	Low	Close	+/-
13-Dec	697.00	702.00	690.25	690.75	-5.75
14-Mar	707.00	712.25	701.00	701.75	-5.25
14-May	711.50	717.75	706.50	707.50	-4.75
14-Jul	704.00	708.50	699.50	701.50	-2.50
14-Sep	714.00	714.25	707.50	709.50	unch
14-Dec	720.00	723.25	716.25	719.00	-0.25

Wheat Daily Prices and Arrivals on 26.10.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Delhi				10/25/2013	
	Lawrence Road	Mill Delivery		1620	
	Narella	Mill Quality Loose		1560	
	Nazafgarh	Mill Quality Loose		1600	
Gujarat	Rajkot	Mill Delivery		1750	
	Ahmedabad	Mill Delivery		1750	
	Surat	Mill Delivery		1800	
M.P.	Bhopal	Lokwan		1750	
	Indore	Mill Delivery		1750	
Rajasthan	Kota	Mill Quality Loose		1575	
		Mill Delivery		1665	
U.P.	Kanpur	Mill Delivery		1575	
	Mathura	Mill Quality Loose		1500	
	Kosi	Mill Quality Loose		1600	
	Hathras	Mill Quality Loose		1490	
Punjab	Khanna	Mill Quality Loose		1425	
	(Ludhiana)Jagraon	Mill Delivery		1510	
Haryana	Sirsa	Mill Delivery loose		1510	
	Hodal	Mill Delivery		1670	
	Karnal	Mill Delivery		NA	
	Bhiwani	Mill Quality Loose		1600	
Tamil Nadu	Chennai	Mill Quality		1940	
	Madurai	Mill Quality		1997	
	Coimbatore	Mill Quality		1997	
FOR	Kandla(Rajasthan-Kota)	Mill Quality		1760	
	Gandhidham(Rajasthan-Kota)	Mill Quality		1760	
Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi				10/25/2013	
	Lawrence Road	Mill Delivery		2000	

	Narella	Mill Quality Loose		400	
	Nazafgarh	Mill Quality Loose		200	
Gujarat	Rajkot	Mill Quality Loose		250	
	Ahmadabad	Mill Delivery		NA	
M.P.	Bhopal	Lokwan		NA	
	Indore	Mill Quality Loose		1500	
Rajasthan	Kota	Mill Quality		5000	
U.P.	Kanpur	Mill Delivery		400	
	Mathura	Mill Quality Loose		300	
	Kosi	Mill Quality Loose		100	
	Hathras	Mill Quality Loose		200	
Punjab	Khanna	Mill Quality Loose		400	
Haryana	Sirsa	Mill Quality Loose		200	
	Hodal	Mill Quality Loose		50	
	Panipat	Mill Quality Loose		NA	
	Karnal	Mill Quality Loose		NA	
	Bhiwani	Mill Quality Loose		200	

Wheat Products Delhi	10/25/2013	10/24/2013	Change
Atta (50kg) Ordinary		965	Unch
Maida Grade 1 (90kg)		2112	Unch
Maida Grade 1 (50KG)		1155	Unch
Suji (50kg)		1180	Unch
Chokar (50 kg)		673	
Chokar (34 kg)		461	
Chakki Atta (50kg)		985	Unch
Chakki Atta (50kg) Special		985	Unch
Chakki Atta (90kg) Superfine		1816	Unch
Chakki Atta (50kg) Superfine		990	Unch

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