

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:

- Algeria's wheat import rose by 4.2% from 4.2 million tonnes to 4.8 million tonnes for January to September 2013. Algerian wheat production fell to 4.91 million tonnes this year owing to drought.
- 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.

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	-3	1596	1603	1596	1597	690	320	4,710	180
Dec-13	-1	1625	1635	1625	1631	190	90	1,320	20
Jan-14	9	1645	1667	1645	1656	230	160	910	110

Spread	Nov-13	Dec-13	Jan-14	Feb-14
Spot	23			
Nov-13		34		
Dec-13			25	
Jan-14				-

Stocks	Demat	In-Process	Total	FED
	26.10.2013	26.10.2013	26.10.2013	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 28.10.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			10/28/2013	10/26/2013	
Delhi	Lawrence Road	Mill Delivery	1620	1625	-5
	Narella	Mill Quality Loose	1600	1585	15
	Nazafgarh	Mill Quality Loose	1570	1600	-30
Gujarat	Rajkot	Mill Delivery	1760	NA	-
	Ahmedabad	Mill Delivery	1760	NA	-
	Surat	Mill Delivery	1810	NA	-
M.P.	Bhopal	Lokwan	NA	1750	-
	Indore	Mill Delivery	NA	1750	-
Rajasthan	Kota	Mill Quality Loose	1570	1565	5
		Mill Delivery	1680	1650	30
U.P.	Kanpur	Mill Delivery	1590	1590	Unch
	Mathura	Mill Quality Loose	1500	1475	25
	Kosi	Mill Quality Loose	1725	1725	Unch
	Hathras	Mill Quality Loose	1460	1500	-40
Punjab	Khanna	Mill Quality Loose	1425	1425	Unch
	(Ludhiana)Jagraon	Mill Delivery	1510	1510	Unch
Haryana	Sirsa	Mill Delivery loose	1525	1510	15
	Hodal	Mill Delivery	NA	NA	-
	Karnal	Mill Delivery	NA	1580	-
	Bhiwani	Mill Quality Loose	1600	1600	Unch
Tamil Nadu	Chennai	Mill Quality	1875	1920	-45
	Madurai	Mill Quality	1932	1977	-45
	Coimbatore	Mill Quality	1932	1977	-45
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1760	1740	20
	Gandhidham(Rajasthan-Kota)	Mill Quality	1760	1740	20
Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			10/28/2013	10/26/2013	
Delhi					
	Lawrence Road	Mill Delivery	3000	3000	Unch

	Narella	Mill Quality Loose	150	400	-250
	Nazafgarh	Mill Quality Loose	200	200	Unch
Gujarat	Rajkot	Mill Quality Loose	250	NA	-
	Ahmadabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	NA	500	-
	Indore	Mill Quality Loose	NA	1500	-
Rajasthan	Kota	Mill Quality	5000	4000	1000
U.P.	Kanpur	Mill Delivery	500	500	Unch
	Mathura	Mill Quality Loose	400	400	Unch
	Kosi	Mill Quality Loose	100	100	Unch
	Hathras	Mill Quality Loose	200	700	-500
Punjab	Khanna	Mill Quality Loose	200	400	-200
Haryana	Sirsa	Mill Quality Loose	500	100	400
	Hodal	Mill Quality Loose	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-
	Karnal	Mill Quality Loose	200	200	Unch
	Bhiwani	Mill Quality Loose	3000	3000	Unch

Wheat Products Delhi	10/28/2013	10/26/2013	Change
Atta (50kg) Ordinary	965	965	Unch
Maida Grade 1 (90kg)	2112	2112	Unch
Maida Grade 1 (50KG)	1155	1155	Unch
Suji (50kg)	1180	1180	Unch
Chokar (50 kg)	673	673	Unch
Chokar (34 kg)	461	461	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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