

Wheat Domestic Fundamentals:

- As per Agriculture department wheat sowing data, wheat has been sown in 6.38 million hectares so far which is 17% more than last year at the same time. UP has targeted 9.4 million hectares of wheat area this year and sowing has been completed in 68% of area. As per current sowing pace wheat may be sown in 9.73 million hectares.
- Wheat has been sown in 179.44 lakh hectares so far in 2013-14 as compared to 158.46 lakh hectares in 2012-13. The sowing pace is more than last year due to good soil moisture and conducive weather for plantation.
- Sowing in major wheat growing states have crossed halfway mark and area in Gujarat is likely increase by 20 to 30 percent this year as farmers are using cotton and peanuts area for wheat sowing. Prices are ruling higher in Gujarat and it has encouraged farmers to cover more area under wheat this year. However, late harvesting of Sugarcane may reduce the yield and area of wheat in Uttar Pradesh. Wheat is sown in 9.6 million hectares in Uttar Pradesh. Weather remains conducive in major wheat growing states.
- Stock in private hands is drying fast and bulk users have started sourcing wheat from central pool stock. We expect off take to increase from central pool stock in the weeks ahead. Private exporters too are active in port based states and analyzing possibility of sourcing wheat from M.P. and Rajasthan.
- Millers in Andhra Pradesh have started looking for govt.'s stock. However, they still have some edge over govt.'s stock when wheat is sourced from private traders. Wheat prices (FAQ) in Hyderabad is ruling around Rs 1990/Q. They get 4 percent cash discount. This brings prices down by Rs 80/Q, delivered at destination. They get credit for five days to one week. If assured quality is not delivered they have option to deduct price from actual trade.

International Market Update:

- The Australian Bureau of Agriculture and Resource Economics and Sciences (ABARES) forecast wheat production 7% more from previous forecast at 26.213 million tonnes, up from its previous estimate in September of 24.467 million tonnes due to improved weather conditions in west coast.
- According to IGC report Global wheat production is forecast has been increased by 2 million tonnes to 698 million tonnes owing to better crop prospects in US and China. Global consumption too is expected to increase from 690 million tonnes to 692 million tonnes.
- Global wheat trade is forecasted to remain unchanged at 142 million tonnes in 2013-14 and global carryover stocks are expected to fall to 181 million tonnes from 182 million tonnes, as per IGC reports.

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

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Dec-13	-4	1662	1663	1658	1660	370	-170	1,470	-150
Jan-14	0	1662	1662	1660	1661	140	-520	1,240	80
Feb-14	0	0	0	0	0	0	-50	190	-50

Spread	Dec-13	Jan-13	Feb-14	Mar-14	Stocks	Demat	In-Process	Total	FED
Spot	-					3.12.2013	3.12.2013	3.12.2013	2.12.2013
Dec-13		-			Delhi	-	-	-	-
Jan-13			-		Itarsi	-	-	-	-
Feb-14				-	Kanpur	-	-	-	-
					Kota	-	-	-	-

Wheat (CBOT) On 3.12.2013(Bushels/Cent)

Contract	Open	High	Low	Close	+/-
13-Dec	652.50	655.50	649.00	653.75	4.00
14-Mar	663.75	669.25	662.00	668.25	6.50
14-May	668.50	673.00	665.75	672.25	5.75
14-Jul	665.00	669.00	662.00	668.25	4.75
14-Sep	671.00	676.75	670.25	675.25	4.25
14-Dec	681.25	686.25	680.25	685.00	4.00

Wheat Daily Prices and Arrivals on 4.12.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			12/4/2013	12/3/2013	
New Delhi	Lawrence Road	Mill Delivery	Closed	1655	-
	Narella	Mill Quality Loose	Closed	1625	-
	Nazafgarh	Mill Quality Loose	Closed	1625	-
Gujarat	Rajkot	Mill Delivery	1725	1725	Unch
	Ahmedabad	Mill Delivery	1780	1790	-10
	Surat	Mill Delivery	1810	1810	Unch
M.P.	Bhopal	Lokwan	1850	Closed	-
	Indore	Mill Delivery	1700	1700	Unch
Rajasthan	Kota	Mill Quality Loose	1640	1645	-5
		Mill Delivery	1750	1720	30
U.P.	Kanpur	Mill Delivery	1680	1675	5
	Mathura	Mill Quality Loose	1565	1565	Unch
	Kosi	Mill Quality Loose	1590	1620	-30
	Hathras	Mill Quality Loose	1600	1550	50
Punjab	Khanna	Mill Quality Loose	1570	1570	Unch
	(Ludhiana)Jagraon	Mill Delivery	1510	1510	Unch
Haryana	Sirsa	Mill Delivery loose	1550	1550	Unch
	Hodal	Mill Delivery	1700	1700	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1650	1680	-30
Tamil Nadu	Chennai	Mill Quality	2045	2035	10
	Madurai	Mill Quality	2102	2092	10
	Coimbatore	Mill Quality	2102	2092	10
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1790	1780	10
	Gandhidham(Rajasthan-Kota)	Mill Quality	1790	1780	10

Centre	Market	Variety	Arrivals (Bags/Qtl)	Change
--------	--------	---------	---------------------	--------

Wheat Daily Report

5th December 2013

			12/4/2013	12/3/2013	
New Delhi	Lawrence Road	Mill Delivery	Closed	-	-
	Narella	Mill Quality Loose	Closed	300	-
	Nazafgarh	Mill Quality Loose	Closed	100	-
Gujarat	Rajkot	Mill Quality Loose	1100	900	200
	Ahmadabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	700	700	Unch
Rajasthan	Kota	Mill Quality Loose	4000	6000	-2000
U.P.	Kanpur	Mill Quality Loose	500	500	Unch
	Mathura	Mill Quality Loose	500	700	-200
	Kosi	Mill Quality Loose	1000	100	900
	Hathras	Mill Quality Loose	300	200	100
Punjab	Khanna	Mill Quality Loose	400	500	-100
Haryana	Sirsa	Mill Quality Loose	200	300	-100
	Hodal	Mill Quality Loose	100	50	50
	Panipat	Mill Quality Loose	NA	NA	-
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	100	100	Unch

Wheat Products Delhi	12/4/2013	12/3/2013	Change
Atta (50kg) Ordinary	Closed	965	-
Maida Grade 1 (90kg)	Closed	2112	-
Maida Grade 1 (50KG)	Closed	1155	-
Suji (50kg)	Closed	1180	-
Chokar (50 kg)	Closed	748	-
Chokar (34 kg)	Closed	509	-
Chakki Atta (50kg)	Closed	985	-
Chakki Atta (50kg) Special	Closed	985	-
Chakki Atta (90kg) Superfine	Closed	1816	-
Chakki Atta (50kg) Superfine	Closed	990	-

Disclaimer: The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php> © 2013 Indian Agribusiness Systems Pvt Ltd.