

Wheat Domestic Fundamentals:

- Wheat sowing in 2013-14 Rabi season has reached 273.37 lakh hectares as compared to 253.20 lakh tonnes which is almost 8% more than previous year owing to good weather conditions and ample water availability.
- Good production prospects, balanced supply-demand side and regular release from central pool stock have pressurized cash wheat market.
- Wheat area in M.P, Rajasthan and Gujarat has improved considerably. Loss of soya crop in M.P. and Rajasthan is also a factor for more wheat acreage. Area under mustard, coriander and Chana is likely to shift to wheat in M.P, and Rajasthan.
- WPI has increased from 213.60 in October to 217.10 in September. Inflation Y-o-Y basis has fallen slightly in November to 7.26% from 7.88% on October.
- PEC has received the highest bids of USD 281.50/MT from Singapore based Agrocorp International for 70000 MT from Krishnapatnam Port. Second highest bid was from Emmsons Gulf DMCC at USD 281.11/MT.
- Farmers have enhanced wheat area on expectation of good rainfall in winter season and due to better water availability this year. Loss of soya crop in M.P. and Rajasthan has encouraged them to sow more wheat. Area under mustard, coriander and chana is likely to shift to wheat in M.P, Gujarat and Rajasthan.
- Assured MSP for wheat, coupled with bonus in some states too have attracted farmers to grow more wheat. Initial feedback shows that India is heading towards record crop once again under normal condition. Market participants have started looking wheat production over govt.'s production target of 92.4 million tonne.

International Market Update:

- Morocco will remove import duty on Soft wheat import from 1 Jan 2014 to April 2014 to contain rising domestic wheat prices by boosting import. Morocco is expected to import around 2 million tonnes till next harvest in April.
- Ministry of Agriculture in Argentina has raised the wheat production estimate to 9 million tonnes from 8.5 million tonnes for 2013-14 crop.
- EU's second largest wheat producer and exporter are expected to expand winter wheat sowing by 2.5% to 3.3 million hectares owing to good demand and favorable weather conditions.
- Tunisian state grain buying agency has bought 109,000 MT of soft wheat at USD 314.89/MT CNF and 134,000MT of Durum wheat at USD 379.84/MT CNF.

Domestic market Outlook: Wheat is likely trade steady to moderately weak.

NCDEX Wheat Futures									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jan-14	8	1662	1677	1662	1677	1,360	460	3,370	230
Feb-14	-3	1622	1645	1622	1642	80	-210	390	-10
Mar-14	-2	1562	1578	1562	1578	50	40	1,060	90

Spread	Dec-13	Jan-13	Feb-14	Mar-14
Spot	-17			
Dec-13		-35		
Jan-13			-64	
Feb-14				-

Stocks	Demat	In-Process	Total	FED
	20.12.2013	20.12.2013	20.12.2013	16.12.2013
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	-	-	-	-

Wheat (CBOT) On 20.12.2013(Bushels/Cent)

Contract	Open	High	Low	Close	+/-
14-Mar	610.00	616.00	607.25	613.50	2.75
14-May	617.00	623.00	614.00	620.75	3.25
14-Jul	621.00	628.00	617.50	624.75	3.75
14-Sep	629.75	636.50	627.25	634.25	4.00
14-Dec	642.50	650.50	640.50	647.00	3.25
15-Mar	650.00	658.25	648.75	655.00	3.25

Wheat Daily Prices and Arrivals on 21.12.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			12/21/2013	12/20/2013	
New Delhi	Lawrence Road	Mill Delivery	1660	1660	Unch
	Narella	Mill Quality Loose	1645	1645	Unch
	Nazafgarh	Mill Quality Loose	1640	1600	40
Gujarat	Rajkot	Mill Delivery	1690	1690	Unch
	Ahmedabad	Mill Delivery	1780	1780	Unch
	Surat	Mill Delivery	1810	1810	Unch
M.P.	Bhopal	Lokwan	1900	1900	Unch
	Indore	Mill Delivery	1750	1750	Unch
Rajasthan	Kota	Mill Quality Loose	Closed	Closed	-
		Mill Delivery	Closed	Closed	-
U.P.	Kanpur	Mill Delivery	1660	1665	-5
	Mathura	Mill Quality Loose	1550	1550	Unch
	Kosi	Mill Quality Loose	1610	1610	Unch
	Hathras	Mill Quality Loose	1615	1625	-10
Punjab	Khanna	Mill Quality Loose	1550	1550	Unch
	(Ludhiana)Jagraon	Mill Delivery	1510	1510	Unch
Haryana	Sirsa	Mill Delivery loose	1540	1535	5
	Hodal	Mill Delivery	1670	1670	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1625	1625	Unch
Tamil Nadu	Chennai	Mill Quality	Closed	Closed	-
	Madurai	Mill Quality	Closed	Closed	-
	Coimbatore	Mill Quality	Closed	Closed	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	Closed	Closed	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	Closed	Closed	-

Centre	Market	Variety	Arrivals (Bags/Qtl)	Change
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Wheat Daily Report

23rd December 2013

			12/21/2013	12/20/2013	
New Delhi	Lawrence Road	Mill Delivery	1000	2500	-1500
	Narella	Mill Quality Loose	250	80	170
	Nazafgarh	Mill Quality Loose	200	100	100
Gujarat	Rajkot	Mill Quality Loose	600	1200	-600
	Ahmadabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	700	1000	-300
Rajasthan	Kota	Mill Quality Loose	Closed	Closed	-
U.P.	Kanpur	Mill Quality Loose	400	400	Unch
	Mathura	Mill Quality Loose	300	400	-100
	Kosi	Mill Quality Loose	100	100	Unch
	Hathras	Mill Quality Loose	100	200	-100
Punjab	Khanna	Mill Quality Loose	500	600	-100
Haryana	Sirsa	Mill Quality Loose	100	200	-100
	Hodal	Mill Quality Loose	30	50	-20
	Panipat	Mill Quality Loose	NA	NA	-
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	100	100	Unch

Wheat Products Delhi	12/21/2013	12/20/2013	Change
Atta (50kg) Ordinary	960	960	Unch
Maida Grade 1 (90kg)	2112	2112	Unch
Maida Grade 1 (50KG)	1150	1150	Unch
Suji (50kg)	1180	1180	Unch
Chokar (50 kg)	728	723	5
Chokar (34 kg)	509	509	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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