

Wheat Domestic Fundamentals:

- STC has received the highest bid of USD 288.30/T from Promising International for 40000 MT wheat tender. Tender was issued for 200,000 MT of wheat to be exported from west port to be delivered by early Feb. Emmsons Gulf DMCC was the second highest bidder at USD 281.21/MT.
- 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.

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	-1	1677	1680	1674	1675	210	-1,150	3,410	40
Feb-14	6	1645	1650	1644	1645	50	-30	390	0
Mar-14	-2	1579	1580	1572	1572	30	-20	1,040	-20

Spread	Jan-14	Feb-14	Mar-14	Apr-14
Spot	-15			
Jan-14		-30		
Feb-14			-73	
Mar-14				-

Stocks	Demat	In-Process	Total	FED
	21.12.2013	21.12.2013	21.12.2013	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 23.12.2013

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			12/23/2013	12/21/2013	
New Delhi	Lawrence Road	Mill Delivery	1670	1660	10
	Narella	Mill Quality Loose	1580	1645	-65
	Nazafgarh	Mill Quality Loose	1640	1640	Unch
Gujarat	Rajkot	Mill Delivery	1690	1690	Unch
	Ahmedabad	Mill Delivery	1780	1780	Unch
	Surat	Mill Delivery	1800	1810	-10
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	1665	1660	5
	Mathura	Mill Quality Loose	1550	1550	Unch
	Kosi	Mill Quality Loose	1610	1610	Unch
	Hathras	Mill Quality Loose	1615	1615	Unch
Punjab	Khanna	Mill Quality Loose	1550	1550	Unch
	(Ludhiana)Jagraon	Mill Delivery	1510	1510	Unch
Haryana	Sirsa	Mill Delivery loose	1540	1540	Unch
	Hodal	Mill Delivery	1670	1670	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1615	1625	-10
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

24th December 2013

			12/23/2013	12/21/2013	
New Delhi	Lawrence Road	Mill Delivery	NA	1000	-
	Narella	Mill Quality Loose	300	250	50
	Nazafgarh	Mill Quality Loose	100	200	-100
Gujarat	Rajkot	Mill Quality Loose	800	600	200
	Ahmadabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	700	700	Unch
Rajasthan	Kota	Mill Quality Loose	Closed	Closed	-
U.P.	Kanpur	Mill Quality Loose	500	400	100
	Mathura	Mill Quality Loose	200	300	-100
	Kosi	Mill Quality Loose	100	100	Unch
	Hathras	Mill Quality Loose	NA	100	-
Punjab	Khanna	Mill Quality Loose	600	500	100
Haryana	Sirsa	Mill Quality Loose	200	100	100
	Hodal	Mill Quality Loose	50	30	20
	Panipat	Mill Quality Loose	NA	NA	-
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	100	100	Unch

Wheat Products Delhi	12/23/2013	12/21/2013	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	728	Unch
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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