

Domestic Market Updates:

Wheat has been sown in 127.47 Lakh hectares in 2013-14 as compared to 101.64 lakh hectares at the same time last year. Wheat sowing pace is more than previous year owing to good soil moisture and favourable weather conditions.

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.

Wheat markets have started firming up at consuming centers and there is a possibility of uptrend to continue in the next week too. Prices of Lok-1 and other superior varieties have increased by Rs 40 to Rs 50/Q as supply from private trades/stockiest is depleting fast in Madhya Pradesh, Rajasthan and dependence on govt.'s stock is expected to increase in the weeks to come.

PEC received the highest bid of \$289.90 for Krishnapatnam, for Kandla it \$284.70 per tonne. For Kakinada it is \$285.75 per T. Quotes received are on the expectation of the trade. It simply signifies that export from India would continue with good pace in the months ahead.

Wheat inflation has increased to 7.88% Y-o-Y basis in October from 5.90% in September. WPI in October has increased to 213.60 from 210.10 in September.

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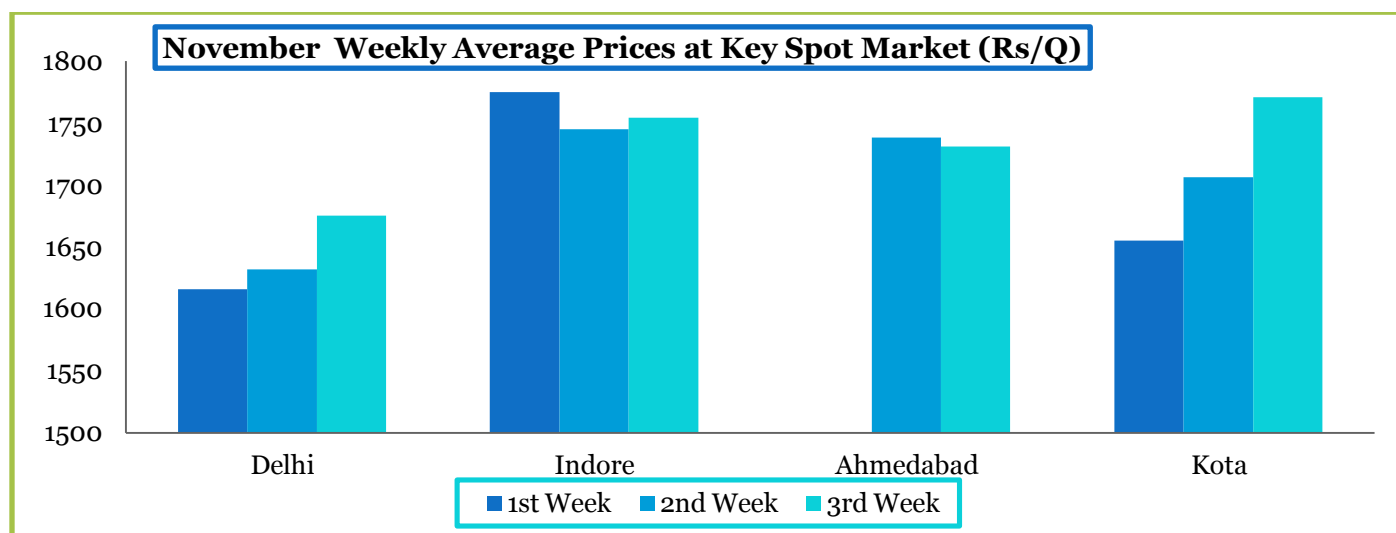
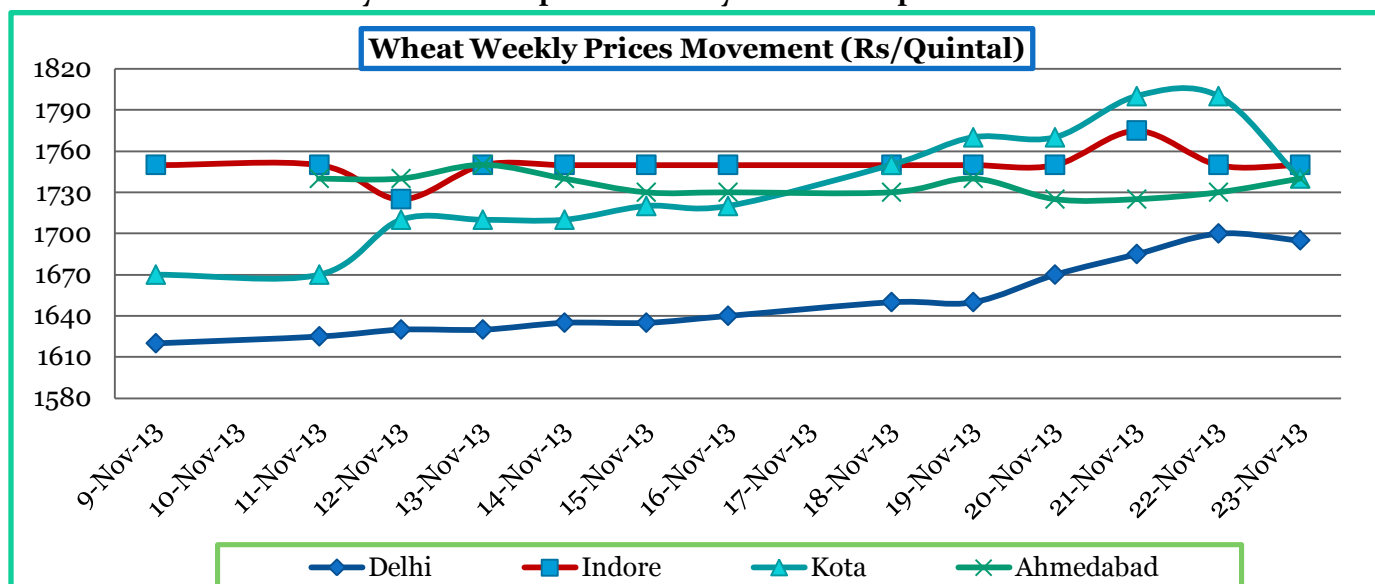
Comparatively, prices of mill quality move slight up on the back of seasonal factors in the range of Rs 10 to Rs 20/Q in Indore and Kota region. However, uptrend in milling grade is unlikely to continue as supply of milling grade (mostly DL and 173) through OMSS would restrict market.

Stock (Lok-1 and Tukda) with private hands is contracting at this point of time and release of lower quantity of higher grade (300 to 400 T) at different centers in M.P. (Vidhisha, Seohar) is unable to fulfill current market demands.

Weather Watch: (Source-IMD)

- Rain/thundershowers would occur at a few places over Andaman & Nicobar Islands.
- Rain/thundershowers would occur at many places over south Odisha and Andhra Pradesh, coastal & south interior Karnataka.
- Rain/thundershowers would occur at a few places over rest peninsular India.
- Weather would be mainly dry over rest of the country

Weekly Prices Comparison of key Domestic Spot Market:



*Ahmadabad prices are unavailable for the 1st week

Key spot wheat market traded steady to moderately firm owing to increased OMSS price by government and increased demand from millers and traders.

STOCKS OF WHEAT IN CENTRAL POOL AS ON 01.11.2013:	STOCK WITH FCI	STOCK WITH STATE AGENCIES	TOTAL IN CENTRAL POOL
EAST ZONE	9.09	0.00	9.09
NORTH EAST ZONE	0.49	0.00	0.49
NORTH ZONE	98.02	154.77	252.79
SOUTH ZONE	5.21	0.00	5.21
WEST ZONE	20.63	48.92	69.55
TOTAL	137.30	203.69	340.99

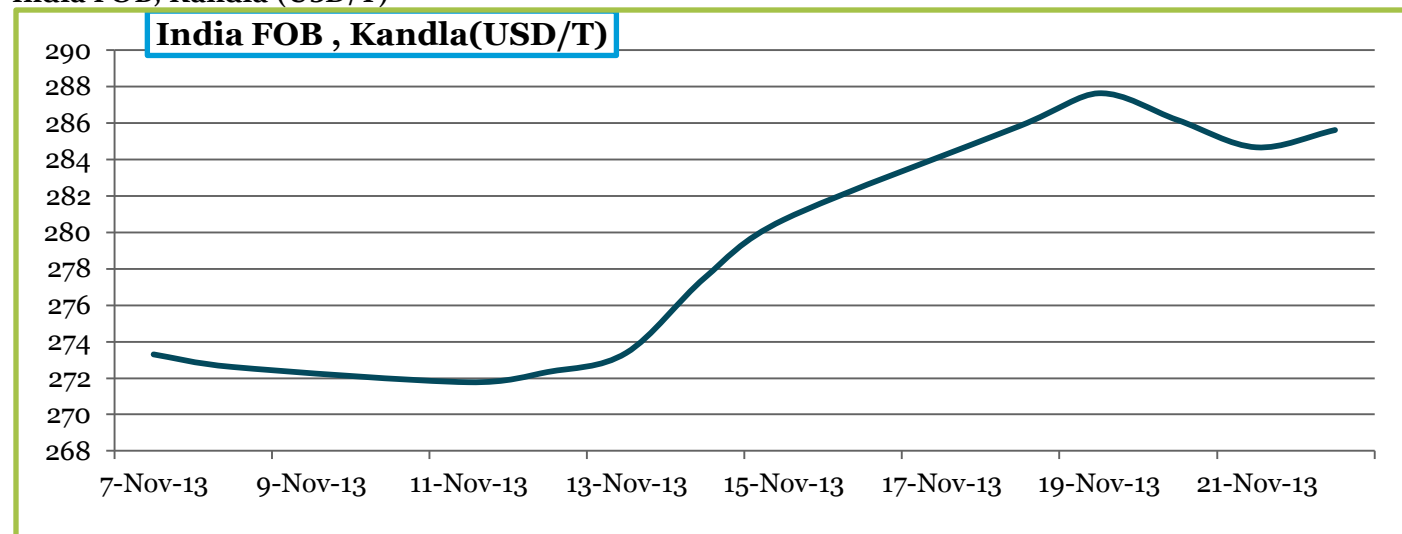
(Figures in Lakh Tonnes)

FOB Value as on 23.11.2013 from various destinations at Kandla:

Parity Calculation	Rajkot	Kota	Begusarai	Indore	Kosi	MSP	ECO.Cost
Basic cost of wheat (Rs/ton)	16300	16250	16000	17000	16100	14000	19100
Port and Handling Charges /Loading /Unloading /Clearing (Rs/ton)	500	500	500	500	500	500	0
Local transport, port warehousing, labour charges, shortage	700	1150	1900	1450	1550	1200	0
Indian FOB (Rs/MT)	17500	17900	18400	18950	18150	15700	19100
Indian FOB (USD/MT)	277.69	284.04	291.97	300.70	288.00	249.13	303.08
Insurance @ 0.1%	0.28	0.28	0.29	0.30	0.29	0.25	0.30
Freight Charges (US \$/ton) to Chittagong	18	18	18	18	18	18	18
CIF (kandla to Chittagong)	296	302	310	319	306	267	321
INR	63.02	63.02	63.02	63.02	63.02	63.02	63.02
Russian Wheat FOB (USD/MT)	283	283	283	283	283	283	283
Parity on FOB Basis (USD/MT)	5	-1	-9	-18	-5	34	-20

Spot Prices of Wheat at NCDEX Delivery Centers(Rs/Q)

	23 Nov, 2013	Week ago 16 Nov 13	Month ago 23 Oct 13	Year ago 23 Nov 2012	Change over previous Year %
Indore	1675	1739	1690	1603	4.49
Bareilly	1720	1695	1603	1600	7.50
Delhi	1683	1631	1627	1584	6.25
Khanna	1745	1701	1660	1560	11.86
Kanpur	1673	1665	1600	1510	10.79
Karnal	1600	1600	1543	1590	0.63
Rajkot	1706	1705	1665	1665	2.46
Kota	1775	1700	1638	1655	7.25

India FOB, Kandla (USD/T)


Wheat Export Monthly Data:

	Wheat Export(Lakh T)	Average FOB Quotes(USD/MT)	CBOT Average Quotes (USD/MT)
Sept 11- Mar 12	7.38	232.12	237.46
Apr-12	1.17	236.89	235.13
May-12	1.93	252.15	236.73
Jun-12	4.13	256.64	245.82
Jul-12	2.88	296.12	318.27
Aug-12	4.79	310.07	328.89
Sep-12	9.39	314.48	326.52
Oct-12	6.62	312.11	317.84
Nov-12	6.90	320.19	317.04
Dec-12	4.96	326.70	299.60
Jan-13	7.81	325.04	282.26
Feb-13	6.48	324.11	270.06
Mar-13	7.92	303.64	262.31
Total 12-13	64.96	298.18	286.71
Apr-13	8.32	303.06	256.85
May-13	8.66	309.11	258.13
June-13	8.24	291.51	252.7
July-13	4.46	282.82	243.62
Aug-13*	1.31	265.67	240.16
Sept-13*	0.52	267.21	241.05
Oct-13*	0.57	271.70	253.25
Total 13-14	32.08	286.44	249.25

Source: DGCIS, *Provisional Data (As per IBIS)

Domestic Key Spot Market Price Comparison:

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Delhi			23.11.2013	16.11.2013	
	Lawrence Road	Mill Quality	1695	1640	55
	Nazafgarh	Mill Delivery Loose	1650	1600	50
	Narella	Mill Delivery Loose	1660	1650	10
Gujarat	Rajkot	Mill Delivery	1740	1730	10
	Ahmadabad	Mill Delivery	1800	1780	20
M.P.	Bhopal	Mill Quality Loose	NA	NA	-
	Indore	Mill Delivery	1750	1750	Unch
Rajasthan	Kota	Mill Quality	1625	1640	-15
U.P.	Mathura	Mill Quality Loose	1610	1550	60
Punjab	Khanna	Mill Quality Loose	1500	1490	10
Haryana	Sirsa	Mill Delivery loose	1550	1510	40

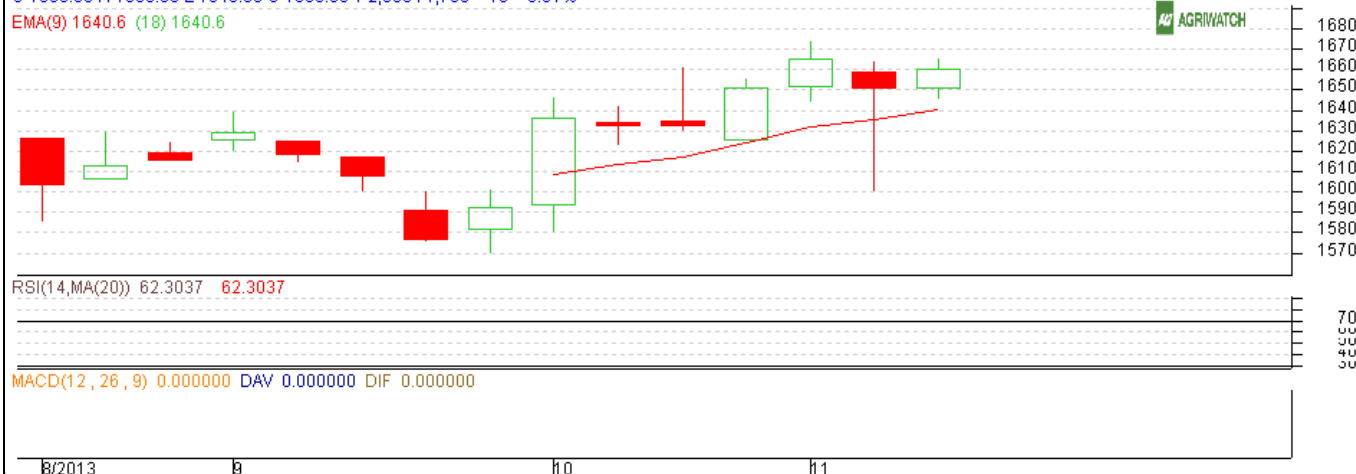
Commodity: Wheat
Contract: December

Exchange: NCDEX
Expiry: 20th December, 2013

Wheat (Weekly Chart)

O 1650.00 H 1665.00 L 1645.00 C 1660.00 V 2,960 11,750 +10 +0.61%

EMA(9) 1640.6 (18) 1640.6



Technical Commentary:

- Candle stick chart depicts upward movement in the market.
- Fall in OI but rise in price indicates short covering.
- Prices closed above 9days EMA.

Strategy: Buy on dips

Intraday Supports & Resistances			S2	S1	PCP	R1	R2
Wheat	NCDEX	December	1632	1640	1660	1685	1692
Intraday Trade Call*			Call	Entry	T1	T2	SL
Wheat	NCDEX	December	Buy	Above 1650	1670	1680	1645

*Do not carry forward the position until the next Week.

Domestic Weekly Outlook: Market is likely to trade steady to firm due to increase in OMSS price and fresh demand from millers.

International Market Updates:

China imported 1.31 million tonnes of wheat in October 2013 which is 237% more for the same period last year. China has imported 4.15 million tonnes of wheat till October, since January which is 16.4% more for the same period last year.

Unseasonable rains in Western wheat belt has downgraded wheat quality and hindered harvesting activity. Almost 25% of Australian wheat crop has been harvested in whole Australia and only 10% wheat crop has been harvested in Western Australia.

Lebanon has bought 20,000 MT milling wheat from Romania at USD 316.60/MT CNF to be shipped by December 15.

Wheat harvesting in Russia is almost complete. In preliminary estimate Russia has harvested 54 million tonnes of wheat. Wheat yield was recorded at 2.3MT/Hectares as compared to 1.86MT/Hectares last year.

GASC has bought 120,000 MT Russian origin wheat for USD 305.66/MT, CNF to be delivered by 20th December.

Libya's state wheat buying agency has bought 50000 MT of wheat of German origin in two shipments at USD 329/MT CNF, to be shipped by 20 Feb 2014.

Iraq government has received the lowest bid for its 50000 MT milling wheat of Canadian origin at USD 345.00/MT CNF Free out. Australian and US wheat was offered at USD 349.29/MT and USD 369.44/MT respectively.

GASC has purchased 2.4 lakh tonnes of Romanian and French wheat to be delivered by 1-15 December. 60,000 tonnes of Romanian wheat from Bunge at USD 299.74/MT CNF, 60,000 tonnes of French wheat from Soufflet at USD 303.82/MT, 60,000 tonnes of French wheat from Cargill at USD 305.61/MT, 60,000 tonnes of French wheat from Invivo at USD 305.61/MT.

Egypt is expected to import 5-5.5 million tonnes of wheat in current year ending June 30, 2014. Since the start of the 2013-2014 fiscal year on July 1, GASC has bought 2.50 million tonnes of wheat from Romania, Ukraine, Russia and France.

IGC Wheat Balance Sheet

(Quantity in MMT)

	2008-09	2009-10	2010-11	2011-12	2012-13 Est.	Projection for 2013-14	
						26.09.2013	31.10.2013
Production	685	679	653	695	654	693	696
Trade	137	128	126	145	140	141	142
Consumption	645	652	657	696	673	687	690
Carryover stocks	173	199	194	194	174	180	182
Y-O-Y change	41	27	-4	0	-20	5	7
Major Exporters	69	79	74	69	48	53	53

Indicative FOB Quotes:

	Variety	% Change over Prev. Year	21.11.13	Week Ago 14.11.13	Month Ago (Oct)	3 Months Ago (Aug)	Year Ago (Nov)
USA (Gulf)	SRW 2	-17.23	284.40	279.30	299.34	269.80	343.60
France	FCW3	-	NA	NA	NA	240.70	346.50
United Kingdom	Feed wheat	-	NA	NA	NA	248.90	324.20
Australia	CWRS	-17.90	279.00	277.00	288.00	305.00	339.85
Russia	SRW	-12.38	283.00	275.00	262.00	244.00	323.00
Ukraine	SRW	-12.50	280.00	272.00	260.00	241.00	320.00
Argentina	SRW	2.53	355.00	NA	NA	285.00	346.25

Global wheat market is expected to trade weak on higher wheat production estimate of 706.38 million tonnes and IGC latest estimate of 696 million tonnes may keep market under pressure in medium term.

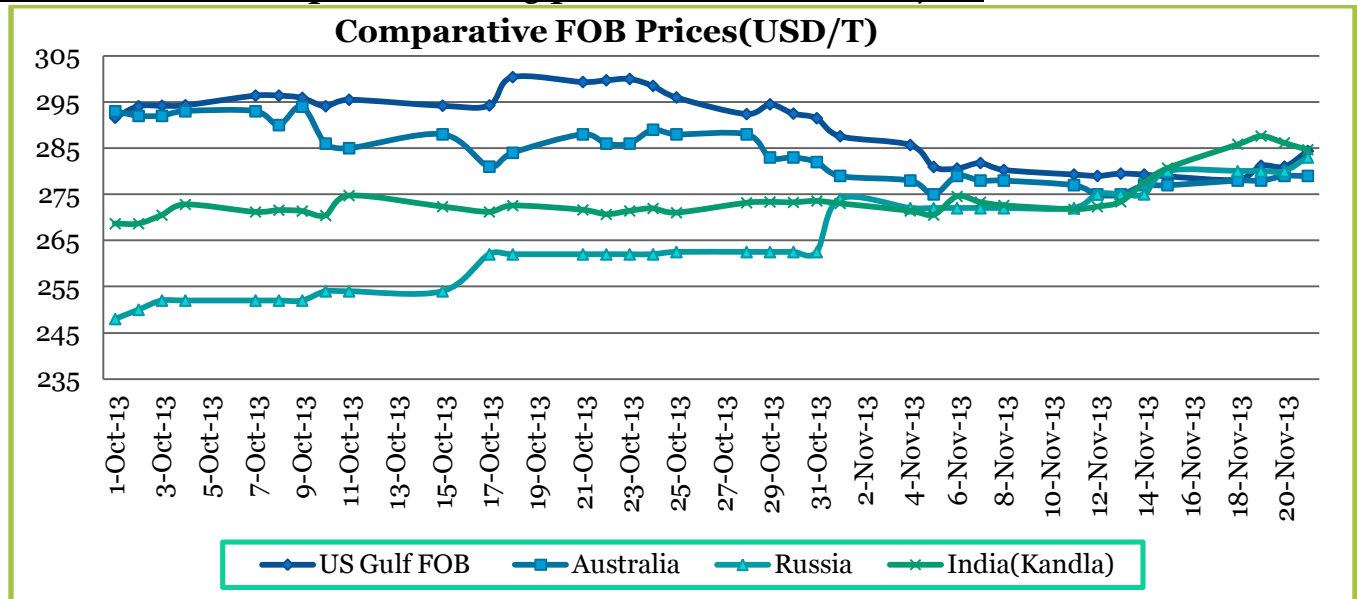
CBOT FUTURES CONTRACT:

CBOT Futures Prices: Date: 22.11.13 (USD/T)							
CONTRACT MONTH	22 Nov 13	Week ago (15 Nov 2013)	1 Month ago (22 Oct 13)	3 Month ago (22 Aug 13)	6 Month ago (22 May 13)	1 Year ago (23 Nov 12)	% Change over previous year
13-Dec	238.63	236.79	257.46	235.32	261.04	319.18	-25.24
14-Mar	241.38	240.46	261.13	239.64	267.10	320.65	-24.72
14-May	242.94	241.93	262.23	242.30	269.67	317.62	-23.51
14-Jul	242.12	240.92	258.19	240.65	271.05	303.93	-20.34
14-Sep	244.96	243.95	260.03	244.60	272.61	304.12	-19.45
14-Dec	249.01	248.18	263.15	249.46	275.83	307.05	-18.91

CBOT March 14 Future Charts:



International FOB prices Weekly price Movement (USD/T):



International Weather update: (Source-USDA)

Australia- In Western Australia, South Australia, and northwestern Victoria, warm, dry weather favored wheat, barley, and canola maturation and harvesting and helped maintain the quality of unharvested crops.

Argentina- Beneficial rain improved planting prospects for summer grains and oilseeds. Rainfall totaled more than 25 mm over a broad area stretching from La Pampa and Buenos Aires northeastward through Corrientes.

Canada- First autumn freeze was later than usual, and warmer weather prior to the freeze enabled most late-planted spring grains and oilseeds to reach maturity and avoid losses in yield potential.

Russia and Ukraine – Daytime highs exceeded 10°C in Ukraine and western Russia, while highs topped 20°C in southern portions of Russia's Southern District. Winter wheat continued to add vegetative growth at a rapid pace.

International Weekly Outlook:

International market is likely to trade steady to slightly firm on increased demand from China, Iran and Brazil, however in medium term market is expected to remain steady to weak.

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