

Wheat Domestic Fundamentals:

- Wheat sowing area increased this year by 6.33 percent so far(17th Jan,2014) from 295 lakh ha. to 313.69 lakh ha. on the back of good monsoon and higher water availability in the major wheat growing regions.
- The Inflation of wheat has increased to 7.40% in the month of December as compare to 7.26% in the month of November.WPI has increased to 220.5 in December as compare to 217.1 in the month of November.
- Wheat sowing area has reached around 311.86 Lakh hectares as of January 10, 2014, which is up about 7% from about 291.27 hectares planted during same time last year. Madhya Pradesh has reached 14.22 Lakh hectares; Rajasthan reached 3.78 Lakh hectares and Uttar Pradesh 4.73 Lakh hectares.
- In MMTC Wheat export tender of 60,000 MTs from Pipava port 5 bids were received. Highest bid was by Alghurair at \$277.50/MT for 30,000 tonnes followed by Agro Corp. at \$275.59/MT for 30,000 tonnes and the lowest bid was at \$274.00.
- Wheat crop condition throughout the major producing states is very good, weather remains favorable for better growth of standing crop, and no infestation in crop has been reported so far.

International Market Update:

- Thailand's Phoenix Commodities won a tender issued by Bangladesh government to supply 50,000 tonne wheat at \$305.60 a tonne CIF. Bangladesh is planning to import 850,000 tonnes of wheat in the financial year to June 2014, up from around 350,000 tonnes the previous year to contain any possibility of price rise.
- It is also buying 200,000 tonnes of wheat in a government-to-government deal with Ukraine** at \$307 a tonne CIF liner out. Govt. imports around 8 to 9 lakh tonne while private trades import 2 to 2.5 million tonne wheat based on requirements.
- Production estimate revised to 712.65 million tonnes for 2013-14** against the previous estimate of 656.44 million tonnes (2012-13).Likewise carry out stock to have been revised up from 176.13 million tonnes to 185.39 million tonnes.
- Global 2013/14 wheat supplies are raised 1.5 million tonnes** to 888.8 million with production increases for China and the FSU-12 as per latest USDA release.

Domestic market Outlook:

Market is likely to trade steady to slightly weak due to ample supply side and bumper production prospects.

NCDEX Wheat Futures

| Contract | +/- | Open | High | Low | Close | Volume | Change | OI | Change |
|---------------|-----|------|------|------|-------|--------|--------|-------|--------|
| Feb-14 | 15 | 1647 | 1660 | 1647 | 1660 | 330 | 170 | 1,330 | -20 |
| Mar-14 | 8 | 1599 | 1607 | 1598 | 1606 | 600 | 470 | 2,640 | 80 |
| Apr-14 | 3 | 1528 | 1539 | 1528 | 1534 | 310 | 270 | 1,290 | 190 |

| Spread | Feb-14 | Mar-14 | Apr-14 | May-14 |
|---------------|--------|--------|--------|--------|
| Spot | -10 | | | |
| Feb-14 | | -54 | | |
| Mar-14 | | | -72 | |
| Apr-14 | | | | - |

| Stocks | Demat | In-Process | Total | FED |
|---------------|-------------------|-------------------|-------------------|-------------------|
| | 20.01.2014 | 20.01.2014 | 20.01.2014 | 20.01.2014 |
| Delhi | - | - | - | - |
| Itarsi | - | - | - | - |
| Kanpur | - | - | - | - |
| Kota | - | - | - | - |

Wheat (CBOT) On 17.01.2014(Bushels/Cent)

| Contract | Open | High | Low | Close | +/- |
|----------|--------|--------|--------|--------|-------|
| 14-Mar | 572.75 | 574.25 | 562.75 | 563.50 | -9.25 |
| 14-May | 579.75 | 581.25 | 569.50 | 570.50 | -9.25 |
| 14-Jul | 586.50 | 587.50 | 576.00 | 577.00 | -9.50 |
| 14-Sep | 595.00 | 595.25 | 584.75 | 585.75 | -9.50 |
| 14-Dec | 607.75 | 607.75 | 597.50 | 598.50 | -9.25 |
| 15-Mar | 614.50 | 617.00 | 608.00 | 608.75 | -8.25 |

Wheat Daily Prices and Arrivals on 21.01.2014

| Centre | Market | Variety | Prices (Rs/Qtl) | | Change |
|------------|----------------------------|---------------------|-----------------|-----------|--------|
| | | | 21-Jan-14 | 20-Jan-14 | |
| Delhi | | | | | |
| | Lawrence Road | Mill Delivery | 1660 | 1655 | 5 |
| | Narella | Mill Quality Loose | 1600 | 1615 | -15 |
| | Nazafgarh | Mill Quality Loose | 1630 | 1625 | 5 |
| Gujarat | Rajkot | Mill Delivery | 1725 | 1725 | Unch |
| | Ahmedabad | Mill Delivery | 1815 | 1810 | 5 |
| | Surat | Mill Delivery | 1845 | 1840 | 5 |
| M.P. | Bhopal | Lokwan | 1950 | 1950 | Unch |
| | Indore | Mill Delivery | 1800 | 1800 | Unch |
| Rajasthan | Kota | Mill Quality Loose | 1615 | 1620 | -5 |
| | | Mill Delivery | 1721 | 1701 | 20 |
| U.P. | Kanpur | Mill Delivery | 1680 | 1680 | Unch |
| | Mathura | Mill Quality Loose | NA | Closed | - |
| | Kosi | Mill Quality Loose | 1700 | NR | - |
| | Hathras | Mill Quality Loose | NR | NR | - |
| Punjab | Khanna | Mill Quality Loose | 1640 | 1625 | 15 |
| | (Ludhiana)Jagraon | Mill Delivery | 1640 | 1640 | Unch |
| Haryana | Sirsa | Mill Delivery loose | 1560 | 1550 | 10 |
| | Hodal | Mill Delivery | 1645 | 1645 | Unch |
| | Karnal | Mill Delivery | NA | NA | - |
| | Bhiwani | Mill Quality Loose | 1630 | 1625 | 5 |
| Tamil Nadu | Chennai | Mill Quality | 1980 | 1980 | Unch |
| | Madurai | Mill Quality | 2037 | 2037 | Unch |
| | Coimbatore | Mill Quality | 2037 | 2037 | Unch |
| FOR | Kandla(Rajasthan-Kota) | Mill Quality | NA | NA | - |
| | Gandhidham(Rajasthan-Kota) | Mill Quality | NA | NA | - |

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

| | | | 21-Jan-14 | 20-Jan-14 | |
|-----------|---------------|--------------------|-----------|-----------|-------|
| Delhi | Lawrence Road | Mill Delivery | NA | NA | - |
| | Narella | Mill Quality Loose | 200 | 250 | -50 |
| | Nazafgarh | Mill Quality Loose | 50 | 50 | Unch |
| Gujarat | Rajkot | Mill Quality Loose | 700 | 1600 | -900 |
| | Ahmadabad | Mill Delivery | NA | NA | - |
| M.P. | Bhopal | Lokwan | NA | NA | - |
| | Indore | Mill Quality Loose | NA | NA | - |
| Rajasthan | Kota | Mill Quality | 2000 | 3000 | -1000 |
| U.P. | Kanpur | Mill Quality Loose | 400 | 500 | -100 |
| | Mathura | Mill Quality Loose | NA | NA | - |
| | Kosi | Mill Quality Loose | 100 | NA | - |
| | Hathras | Mill Quality Loose | NA | NA | - |
| Punjab | Khanna | Mill Quality Loose | 700 | 700 | Unch |
| Haryana | Sirsa | Mill Quality Loose | 200 | 200 | Unch |
| | Hodal | Mill Quality Loose | NA | 75 | - |
| | Panipat | Mill Quality Loose | NA | NA | - |
| | Karnal | Mill Quality Loose | NA | NA | - |
| | Bhiwani | Mill Quality Loose | 50 | 100 | -50 |

| Wheat Products Delhi | 21-Jan-14 | 20-Jan-14 | 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) | 708 | 709 | -1 |
| 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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