

## Wheat Domestic Fundamentals:

- Cash wheat market trades under pressure on improved production prospects and ample supply from central pool stock. Bulk buyers fulfill their requirement from OMSS through tendering process. Govt. may increase supply in domestic market to vacate godowns for bumper incoming crop before March.
- Recent rains (in the third week of January) have boosted the yield prospects in major wheat growing regions. Market participants have started talking about record crop size ranging 95 to 100 million tonnes based on record area coverage around 315 lakh ha. till 24<sup>th</sup> January, 2014 against last year's coverage of around 296 lakh ha.
- Domestic wheat markets traded almost range bound on the back of higher release from central pool stock for flour millers through open market sale schemes and bumper production prospects this year. Export continues through public and private channel. However, private export volume is lower due to lower availability of premium grade in the open market.
- 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.

## International Market Update:

- **Iraq's state grain board has purchased a total 350,000 tonnes** of hard wheat from Australia, Canada and the United States in a tender for at least 50,000 tonnes. The purchase involved 200,000 tonnes of Australian wheat at USD 334.78/ MT c&f free out (ciffo), 100,000 tonnes from Canada at USD 347/MT ciffo and 50,000 tonnes from the United States at USD 349/MT ciffo.
- **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.
- **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
<b>Feb-14</b>	-3	1651	1655	1648	1651	80	-170	1,580	-10
<b>Mar-14</b>	-5	1602	1602	1592	1598	280	140	2,840	90
<b>Apr-14</b>	-4	1528	1529	1527	1528	50	-20	1,400	0

  

Spread	Feb-14	Mar-14	Apr-14	May-14
<b>Spot</b>	-6			
<b>Feb-14</b>		-53		
<b>Mar-14</b>			-70	
<b>Apr-14</b>				-

  

Stocks	Demat	In-Process	Total	FED
	<b>24.01.2014</b>	<b>24.01.2014</b>	<b>24.01.2014</b>	<b>20.01.2014</b>
<b>Delhi</b>	-	-	-	-
<b>Itarsi</b>	-	-	-	-
<b>Kanpur</b>	-	-	-	-
<b>Kota</b>	-	-	-	-

## Wheat (CBOT) On 24.01.2014(Bushels/Cent)

Contract	Open	High	Low	Close	+/-
14-Mar	571	573.5	562.5	565.25	-4.75
14-May	577.5	580	569.25	571.5	-4.75
14-Jul	583	585.25	575	577	-5.25
14-Sep	592.5	593.5	584	585.5	-5
14-Dec	605.75	605.75	597	598.75	-4.5
15-Mar	616.75	616.75	607.5	609.25	-4.25

## Wheat Daily Prices and Arrivals on 25.01.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			25-Jan-14	24-Jan-14	
Delhi					
	Lawrence Road	Mill Delivery	1645	1645	Unch
	Narella	Mill Quality Loose	1600	1600	Unch
	Nazafgarh	Mill Quality Loose	1615	1625	-10
Gujarat	Rajkot	Mill Delivery	1730	1725	5
	Ahmedabad	Mill Delivery	1810	1810	Unch
	Surat	Mill Delivery	1840	1840	Unch
M.P.	Bhopal	Lokwan	1900	1900	Unch
	Indore	Mill Delivery	1825	1850	-25
Rajasthan	Kota	Mill Quality Loose	1650	1650	Unch
		Mill Delivery	1720	1710	10
U.P.	Kanpur	Mill Delivery	1680	1680	Unch
	Mathura	Mill Quality Loose	1680	1680	Unch
	Kosi	Mill Quality Loose	1700	1700	Unch
	Hathras	Mill Quality Loose	NA	NA	-
Punjab	Khanna	Mill Quality Loose	1625	1625	Unch
	(Ludhiana)Jagraon	Mill Delivery	1640	1640	Unch
Haryana	Sirsa	Mill Delivery loose	1560	1560	Unch
	Hodal	Mill Delivery	1645	1645	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1630	1630	Unch
Tamil Nadu	Chennai	Mill Quality	1900	1900	Unch
	Madurai	Mill Quality	1957	1957	Unch
	Coimbatore	Mill Quality	1957	1957	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality	NA	NA	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	NA	NA	-

Centre	Market	Variety	Arrivals (Bags/QtI)		Change
			25-Jan-14	24-Jan-14	
Delhi			NA	NA	-
	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality Loose	150	200	-50
	Nazafgarh	Mill Quality Loose	30	50	-20
Gujarat	Rajkot	Mill Quality Loose	500	1000	-500
	Ahmadabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	NA	NA	-
Rajasthan	Kota	Mill Quality	1500	2000	-500
U.P.	Kanpur	Mill Quality Loose	500	500	Unch
	Mathura	Mill Quality Loose	200	200	Unch
	Kosi	Mill Quality Loose	100	100	Unch
	Hathras	Mill Quality Loose	NA	NA	-
Punjab	Khanna	Mill Quality Loose	700	600	100
Haryana	Sirsa	Mill Quality Loose	200	100	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	25-Jan-14	24-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	708	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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