

Wheat Domestic Fundamentals:

- Wheat trades almost steady in major bench mark markets except M.P due to slashed price of wheat from Rs 1637 to Rs 1570 per qtl. for sale through OMSS. Supply side is ample amid good production prospects this year remains restrictive to the cash market fundamental. Wheat prices have dipped around Rs 50 per qtl in last three days in Madhya Pradesh.
- Sensing the record production this year govt. feels urgency of vacating stores/warehouses for incoming crop. This year yield is likely to cross 2011-12 level under congenial weather condition throughout the country. There is no pest infestation report except some parts of Punjab and Haryana. Pressure on price will continue. However, prices may rule firm for premium varieties as short supply in private hand is visible at this point of time.
- 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 24th January, 2014 against last year's coverage of around 296 lakh ha.
- 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.
- **Global 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: Cash wheat market is likely to trade steady in the short term.

NCDEX Wheat Futures

Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Feb-14	5	1641	1652	1640	1648	180	60	1,570	0
Mar-14	-3	1582	1694	1572	1586	900	510	3,030	150
Apr-14	-6	1520	1520	1516	1519	190	140	1,370	-30

Spread	Feb-14	Mar-14	Apr-14	May-14
Spot	-23			
Feb-14		-62		
Mar-14			-67	
Apr-14				-

Stocks	Demat	In-Process	Total	FED
	27.01.2014	27.01.2014	27.01.2014	27.01.2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	-	-	-	-

Wheat (CBOT) On 27.01.2014(Bushels/Cent)

Contract	Open	High	Low	Close	+/-
14-Mar	567.00	572.25	562.75	563.50	-1.75
14-May	572.00	578.50	569.25	569.75	-1.75
14-Jul	578.75	583.25	574.75	575.25	-1.75
14-Sep	587.50	591.25	583.50	583.75	-1.75
14-Dec	600.00	604.50	596.00	596.50	-2.25
15-Mar	613.25	613.25	606.50	606.50	-2.75

Wheat Daily Prices and Arrivals on 28.01.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			28-Jan-14	27-Jan-14	
Delhi	Lawrence Road	Mill Delivery	1625	1640	-15
	Narella	Mill Quality Loose	1625	1600	25
	Nazafgarh	Mill Quality Loose	1615	1625	-10
Gujarat	Rajkot	Mill Delivery	1725	1725	Unch
	Ahmedabad	Mill Delivery	1800	1800	Unch
	Surat	Mill Delivery	1820	1825	-5
M.P.	Bhopal	Lokwan	1950	Closed	-
	Indore	Mill Delivery	1800	Closed	-
Rajasthan	Kota	Mill Quality Loose	NR	1650	-
		Mill Delivery	NR	1720	-
U.P.	Kanpur	Mill Delivery	1700	1680	20
	Mathura	Mill Quality Loose	1650	1650	Unch
	Kosi	Mill Quality Loose	1675	1675	Unch
	Hathras	Mill Quality Loose	NR	1700	-
Punjab	Khanna	Mill Quality Loose	1625	1630	-5
	(Ludhiana)Jagraon	Mill Delivery	1640	1640	Unch
Haryana	Sirsa	Mill Delivery loose	1565	1560	5
	Hodal	Mill Delivery	1645	1645	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1625	1625	Unch
Tamil Nadu	Chennai	Mill Quality	NR	1900	-
	Madurai	Mill Quality	NR	1957	-
	Coimbatore	Mill Quality	NR	1957	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	NA	NA	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	NA	NA	-

Centre	Market	Variety	Arrivals (Bags/QtI)		Change
			28-Jan-14	27-Jan-14	
Delhi			1500	NA	-
	Lawrence Road	Mill Delivery	1500	NA	-
	Narella	Mill Quality Loose	250	300	-50
	Nazafgarh	Mill Quality Loose	50	100	-50
Gujarat	Rajkot	Mill Quality Loose	400	1000	-600
	Ahmadabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	NR	Closed	-
Rajasthan	Kota	Mill Quality	NR	1500	-
U.P.	Kanpur	Mill Quality Loose	450	250	200
	Mathura	Mill Quality Loose	300	500	-200
	Kosi	Mill Quality Loose	100	200	-100
	Hathras	Mill Quality Loose	NR	150	-
Punjab	Khanna	Mill Quality Loose	700	700	Unch
Haryana	Sirsa	Mill Quality Loose	100	100	Unch
	Hodal	Mill Quality Loose	100	100	Unch
	Panipat	Mill Quality Loose	NA	NA	-
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	100	100	Unch

Wheat Products Delhi		28-Jan-14	27-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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