

Wheat Domestic Fundamentals:

- Planting area under India's Rabi (winter) wheat crop stands at about 31.52 million hectares as of January 31, 2014, which is up about 6% from around 29.63 million hectares wheat planted during the same time last year, according to the Ministry of Agriculture.
- Three traders in Bangladesh have bought 150,000 tonnes of wheat from India at prices ranging from \$302 to \$305 a tonne, including cost of delivery to Chittagong port.
- 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.

International Market Update:

- Japan's Ministry of Agriculture bought a total of 179,343 tonnes of food quality wheat from the United States and Australia.
- **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	-15	1635	1635	1620	1623	1,780	1,180	1,860	200
Mar-14	-3	1579	1582	1577	1579	310	170	3,800	180
Apr-14	-6	1502	1510	1501	1507	150	60	1,330	10

Spread	Feb-14	Mar-14	Apr-14	May-14
Spot	22			
Feb-14		-44		
Mar-14			-72	
Apr-14				-

Stocks	Demat	In-Process	Total	FED
	31.01.2014	31.01.2014	31.01.2014	27.01.2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	-	-	-	-

Wheat (CBOT) On 31.01.2014(Bushels/Cent)

Contract	Open	High	Low	Close	+/-
14-Mar	554.00	557.50	551.25	555.75	2.25
14-May	557.75	561.00	554.75	558.25	2.00
14-Jul	560.50	564.25	558.50	561.50	1.75
14-Sep	569.25	572.50	567.00	570.00	1.75
14-Dec	582.00	585.50	579.75	582.75	2.25
15-Mar	591.00	594.50	589.00	592.75	2.75

Wheat Daily Prices and Arrivals on 1.02.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			1-Feb-14	31-Jan-14	
Delhi					
	Lawrence Road	Mill Delivery	1645	1640	5
	Narella	Mill Quality Loose	1625	1625	Unch
	Nazafgarh	Mill Quality Loose	1600	1600	Unch
Gujarat	Rajkot	Mill Delivery	1725	1725	Unch
	Ahmedabad	Mill Delivery	1800	1800	Unch
	Surat	Mill Delivery	1810	1815	-5
M.P.	Bhopal	Lokwan	1850	1900	-50
	Indore	Mill Delivery	1800	1800	Unch
Rajasthan	Kota	Mill Quality Loose	NR	1600	-
		Mill Delivery	NR	1711	-
U.P.	Kanpur	Mill Delivery	1700	1700	Unch
	Mathura	Mill Quality Loose	1635	1630	5
	Kosi	Mill Quality Loose	1660	1680	-20
	Hathras	Mill Quality Loose	NR	NR	-
Punjab	Khanna	Mill Quality Loose	1620	1625	-5
	(Ludhiana)Jagraon	Mill Delivery	1640	1640	Unch
Haryana	Sirsa	Mill Delivery loose	1565	1565	Unch
	Hodal	Mill Delivery	1645	1645	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1630	1630	Unch
Tamil Nadu	Chennai	Mill Quality	NR	1985	-
	Madurai	Mill Quality	NR	2042	-
	Coimbatore	Mill Quality	NR	2042	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	NR	NA	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	NR	NA	-

Centre	Market	Variety	Arrivals (Bags/QtI)		Change
			1-Feb-14	31-Jan-14	
Delhi	Lawrence Road	Mill Delivery	1800	2000	-200
	Narella	Mill Quality Loose	225	200	25
	Nazafgarh	Mill Quality Loose	100	50	50
	Rajkot	Mill Quality Loose	600	300	300
Gujarat	Ahmadabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	800	500	300
Rajasthan	Kota	Mill Quality	NR	2500	-
U.P.	Kanpur	Mill Quality Loose	350	350	Unch
	Mathura	Mill Quality Loose	200	300	-100
	Kosi	Mill Quality Loose	200	100	100
	Hathras	Mill Quality Loose	NR	NR	-
Punjab	Khanna	Mill Quality Loose	400	800	-400
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	50	50	Unch
	Panipat	Mill Quality Loose	NA	NA	-
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	100	100	Unch

Wheat Products Delhi		1-Feb-14	31-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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