

Wheat Domestic Fundamentals:

- **The Inflation of wheat has increased to 7.55% in the month of January** as compare to 7.40% in the month of December. WPI has increased to 220.9 in January as compare to 220.5 in the month of December.
- **Glencore has won a tender to supply 50,000 tonnes of wheat to Bangladesh at \$303 a tonne including CIF liner out** which could be sourced from India as it is competitive with rival supplies from the Black Sea region, as per trader.
- **Recent showers of rains are expected to boost yield of standing wheat crop.** Crop condition throughout major producing states is in good to excellent shape so far. Market participants have started talking around 100 million tonne crop size. Under current crop condition and favourable weather India can expect the best yield realized in 2011-12.
- **However, temperature in Feb-March would remain the crucial factor** for the final size of the crop. Wheat quality in Gujarat has been reported excellent this year and traders/exporters offered higher price for newly harvested crop, just started hitting into the market. Traders offered Rs 1720/Rs 1750 per qtl. for new crop. Some multinational companies have planned to store local wheat in Gujarat for export purpose. Market participants expect active buying by exporters by the end of this month.
- **According to IBIS (provisional data), export of wheat in the month of January** was 5.01 Lakh tones which is around 36% less than last year at the same month, which was 7.81 Lakh tones in December 2012.
- **Indian Exporters have entered in forward contract for March delivery at USD 265-266/MT** of Gujarat, Madhya Pradesh and Rajasthan origin wheat. For April delivery forward contracts have concluded at USD 262/MT, according to traders.

International Market Update:

- **Recent showers of rains and expectation of more rains in wheat** growing belts in China has given much awaited respite to wheat growers in China. Heavy rainfall is considered an unexpected bonus since the winter climate is extremely dry in North China. February precipitation in winter wheat has accumulated to 0.50 to 2 inches.
- **USDA's latest global production estimate is 712.65 million T for 2013-14** against 656.44 million T in 2012-13.
- **CBOT wheat futures firmed up as U.S cuts global and domestic stocks.** U.S reserve in May end 2014 is expected to decline to 15.18 million tonnes against January -2014 forecast of 16.5 million tonnes.

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	2	1620	1620	1604	1613	870	650	5,710	390
Mar-14	-4	1542	1544	1540	1540	460	-90	9,090	260
Apr-14	1	1538	1541	1534	1540	220	70	3,210	50

Spread	Feb-14	Mar-14	Apr-14	May-14
Spot	22			
Mar-14		-73		
Apr-14			0	
May-14				-

Stocks	Demat	In-Process	Total	FED
	19.2.2014	19.2.2014	19.2.2014	17.2.2014
Delhi	148	0	148	101
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	-	-	-	-

Wheat (CBOT) On 19.02.2014(Bushels/Cent)

Contract	Open	High	Low	Close	+/-
14-Mar	612.00	620.50	609.75	620.25	8.25
14-May	607.50	614.00	604.25	613.50	6.00
14-Jul	611.25	617.50	608.00	617.00	5.75
14-Sep	619.50	626.00	617.00	625.50	6.00
14-Dec	631.75	638.00	629.00	637.50	6.00
15-Mar	641.75	647.50	640.50	646.75	5.75

Wheat Daily Prices and Arrivals on 20.02.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			20-Feb-14	19-Feb-14	
Delhi					
	Lawrence Road	Mill Delivery	1635	1635	Unch
	Narella	Mill Quality Loose	1580	Closed	-
	Nazafgarh	Mill Quality Loose	1600	Closed	-
Gujarat	Rajkot	Mill Delivery	1650	1700	-50
	Ahmedabad	Mill Delivery	1740	1740	Unch
	Surat	Mill Delivery	1750	1760	-10
M.P.	Bhopal	Lokwan	1650	1650	Unch
	Indore	Mill Delivery	1700	1700	Unch
Rajasthan	Kota	Mill Quality Loose	1575	1570	5
		Mill Delivery	1660	1650	10
U.P.	Kanpur	Mill Delivery	1700	1700	Unch
	Mathura	Mill Quality Loose	1625	1620	5
	Kosi	Mill Quality Loose	1600	1600	Unch
	Hathras	Mill Quality Loose	NR	NR	-
Punjab	Khanna	Mill Quality Loose	1605	1610	-5
	(Ludhiana)Jagraon	Mill Delivery	1640	1640	Unch
Haryana	Sirsa	Mill Delivery loose	1590	1540	50
	Hodal	Mill Delivery	1645	1645	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1625	1625	Unch
Tamil Nadu	Chennai	Mill Quality	2035	2040	-5
	Madurai	Mill Quality	2092	2097	-5
	Coimbatore	Mill Quality	2092	2097	-5
FOR	Kandla(Rajasthan-Kota)	Mill Quality	NA	NA	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	NA	NA	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			20-Feb-14	19-Feb-14	
Delhi					
	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality Loose	150	Closed	-
	Nazafgarh	Mill Quality Loose	100	Closed	-
Gujarat	Rajkot	Mill Quality Loose	1800	2500	-700
	Ahmadabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	2000	1000	1000
Rajasthan	Kota	Mill Quality	1500	2000	-500
U.P.	Kanpur	Mill Quality Loose	300	300	Unch
	Mathura	Mill Quality Loose	100	300	-200
	Kosi	Mill Quality Loose	200	300	-100
	Hathras	Mill Quality Loose	NR	NR	-
Punjab	Khanna	Mill Quality Loose	400	400	Unch
Haryana	Sirsa	Mill Quality Loose	300	150	150
	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	20-Feb-14	19-Feb-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)	678	678	Unch
Chokar (34 kg)	482	482	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

Disclaimer: The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php> © 2014 Indian Agribusiness Systems Pvt Ltd.