

## Wheat Domestic Fundamentals:

- **Higher moisture level in Punjab and Haryana too has restricted procurement.** However, with rising temperature moisture level would decrease and resultantly procurement pace would increase starting May. Arrivals have been primarily hit in Punjab that accounts for maximum procurement. According to FCI data, arrival in Punjab was only 0.97 million tonnes against 4.32 million tonnes last year. Accordingly, procurement in the state also slipped to 0.94 million tonnes against 4.30 million tonnes.
- **Uttar Pradesh and Bihar would contribute more wheat this year to the central pool** kitty as production in both states are said to be satisfactory, slightly higher than last year. Harvesting in both the states continued and higher arrivals are expected from mid May. Reports from Bihar suggest that farmers are getting 11 to 12 qt. wheat per bigha this year against 10 to 10.5 qtl. last year. Average yield in western U.P. is normal while eastern U.P., as report suggests, may realized 5 to 7 percent higher yield this year.
- **States like M.P. and Rajasthan have not contributed as per expectation** till now. Quality/crop loss in M.P., Rajasthan too remains a problem at procurement front. In Madhya Pradesh the arrival dropped from 4.25 million tonnes to 3.17 million tonne.
- **Given tight global stocks position, freeze damage, drought conditions in Canada,** political uncertainty in the Ukraine and possibility of lower production in Australia due to impending El-Nino impact, wheat prices should remain relatively strong through June and into July in the global wheat market. It may disrupt normal supply chain and demand for Indian wheat may increase. At this point of time FoB of India is around \$278.37 as compare to \$295 of Ukraine.
- **Wheat stock in central pool warehouses was registered at 17.83 million T** on 01 April compared to 22.35 million T on 1st March 2014. The highest accumulated stock is in Punjab (7.00 million T) followed by Haryana (2.94 million Tonne) and Madhya Pradesh (2.12 million tonne) as on 01.04.2014.

## International Market Update:

- **A group of animal feed makers in the Philippines** has purchased 52,500 tonnes of Australian-origin feed wheat at \$325.25/tonne C&F form June-July shipment.
- **Canada's total wheat area could decrease 4.8% to 24.8 million acres in 2014.** Specifically, seeding intentions for spring wheat show a 5.6% decline from 2013 to 18.0 million acres in 2014, while acreage of durum wheat is expected to decrease 2.6% to 4.8 million acres.
- **In Saskatchewan, intentions show spring wheat acreage falling to 8.6 million acres in 2014,** down 9.2% from 2013. Durum wheat acreage is expected to fall 1.5% to 4.3 million acres.
- **IGC has revised down Global Wheat production estimate** from 709 million tonne(2013-14) to 700 million tonne in 2014-15.

## Domestic market Outlook:

Cash wheat market is likely to trade steady to slightly firm on restricted arrivals.

NCDEX Wheat Futures							Date:25:04:2014		
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
May-14	9	1549	1560	1546	1554	2,410	240	9,090	-640
Jun-14	6	1580	1592	1580	1583	2,490	710	9,500	560
July-14	4	1619	1621	1615	1615	790	170	4,360	340

Spread	Mar-14	Apr-14	May-14	June-14
Spot	-19			
May-14		29		
Jun-14			32	
July-14				-

Stocks	Demat	In-Process	Total	FED
	01.5.2014	01.5.2014	01.5.2014	29.4.2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	1851	50	1901	1701
Rajkot	-	-	-	-

## Wheat (CBOT) On 01.5.2014(Bushels/Cent)

Contract	Open	High	Low	Close	+/-
14-May	713.25	715.75	695.25	698.75	-14.25
14-Jul	723	724.5	701.25	707.25	-14.25
14-Sep	730.25	732.5	710	716	-13.75
14-Dec	745	745.25	723	729.75	-13
15-Mar	754.75	756.5	734.75	741.75	-12.5
15-May	761	761	745.75	747.25	-12

## Wheat Daily Prices and Arrivals on 02.5.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			2-May-14	01-May-14	
Delhi	Lawrence Road	Mill Delivery	1535	1525	10
	Narella	Mill Quality Loose	1500	1480	20
	Nazafgarh	Mill Quality Loose	1470	1475	-5
Gujarat	Rajkot	Mill Delivery	1650	1625	25
	Ahmedabad	Mill Delivery	1660	1655	5
	Surat	Mill Delivery	1680	1675	5
M.P.	Bhopal	Lokwan	Closed	Closed	-
	Indore	Mill Delivery	Closed	Closed	-
Rajasthan	Kota	Mill Quality Loose	Closed	Closed	-
		Mill Delivery	Closed	Closed	-
U.P.	Kanpur	Mill Delivery	1510	1510	Unch
	Mathura	Mill Quality Loose	1420	1450	-30
	Kosi	Mill Quality Loose	NA	NA	-
	Hathras	Mill Quality Loose	1400	1400	Unch

	Aligarh	Mill Quality Loose	NA	1400	-
Punjab	Khanna	Mill Quality Loose	1405	1405	Unch
	(Ludhiana)Jagraon	Mill Delivery	1500	1500	Unch
Haryana	Sirsa	Mill Delivery loose	1400	1400	Unch
	Hodal	Mill Delivery	1535	1535	Unch
	Bhiwani	Mill Quality Loose	1430	1430	Unch
	Karnal	Mill Quality Loose	1410	1410	Unch
	Panipat	Mill Quality Loose	1400	1400	Unch
Tamil Nadu	Chennai	Mill Quality	Closed	Closed	-
	Madurai	Mill Quality	Closed	Closed	-
	Coimbatore	Mill Quality	Closed	Closed	-
Bihar	Sitamari	Mill Delivery	1500	Closed	-
	Khagariya	Mill Delivery	NA	Closed	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	Closed	Closed	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	Closed	Closed	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			2-May-14	1-May-14	
	Lawrence Road	Mill Delivery	14000	8000	6000
	Narella	Mill Quality Loose	3500	6000	-2500
	Nazafgarh	Mill Quality Loose	2000	3000	-1000
Gujarat	Rajkot	Mill Quality Loose	4000	6000	-2000
	Ahmadabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	Closed	Closed	-
	Indore	Mill Quality Loose	Closed	Closed	-
Rajasthan	Kota	Mill Quality	Closed	Closed	-
U.P.	Kanpur	Mill Quality Loose	1000	900	100
	Mathura	Mill Quality Loose	5000	8000	-3000
	Kosi	Mill Quality Loose	NA	NA	-
	Hathras	Mill Quality Loose	500	1200	-700
	Aligarh	Mill Quality Loose	NA	10000	-
Punjab	Khanna	Mill Quality Loose	60000	80000	-20000
	(Ludhiana)Jagraon	Mill Quality Loose	30000	60000	-30000
Haryana	Sirsa	Mill Quality Loose	10000	10000	Unch
	Hodal	Mill Quality Loose	2000	4000	-2000
	Bhiwani	Mill Quality Loose	7000	10000	-3000
	Karnal	Mill Quality Loose	12000	NA	-

	Panipat	Mill Quality Loose	40000	60000	<b>-20000</b>
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Wheat Products Delhi	2-May-14	1-May-14	Change
Atta (50kg) Ordinary	960	960	Unch
Maida Grade 1 (90kg)	2112	2112	Unch
Maida Grade 1 (50KG)	1155	1155	Unch
Suji (50kg)	1180	1180	Unch
Chokar (50 kg)	666	666	Unch
Chokar (34 kg)	417	417	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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