

## Wheat Domestic Fundamentals:

- **Wheat procurement volume has improved considerably in the last week of April** despite sluggish start in the first fortnight. It may improve further once arrivals in Punjab increases. Till 30th April, FCI and other procurement agencies had procured 178 lakh tonne wheat. It is almost 30 percent lower than last year till date. Uttar Pradesh, Bihar and Punjab would contribute higher volume from Mid May as harvesting started at least three weeks delay. Govt. has set procurement target at 31 million tonne wheat this year. The target seems within reach as procurement in Punjab and Uttar Pradesh is yet to pick up.
- **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.

## 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 due to export demand.

NCDEX Wheat Futures							Date:03:05:2014		
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
May-14	1	1550	1557	1550	1555	1,540	-20	4,470	-1,320
Jun-14	0	1579	1583	1577	1580	1,290	270	9,330	-20
July-14	-3	1610	1612	1608	1611	320	0	4,130	-80

Spread	Mar-14	Apr-14	May-14	June-14
Spot	-13			
May-14		25		
Jun-14			31	
July-14				-

Stocks	Demat	In-Process	Total	FED
	6.5.2014	6.5.2014	6.5.2014	5.5.2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	1900	249	2149	1900
Rajkot	-	-	-	-

## Wheat (CBOT) On 6.5.2014(Bushels/Cent)

Contract	Open	High	Low	Close	+/-
14-May	724.25	735	716.75	731.75	11
14-Jul	733.5	744	723.75	739	10
14-Sep	741.5	751.5	732	747.5	11
14-Dec	754	765	745.25	761	11
15-Mar	763.5	776	756.75	772	11
15-May	769	778	761	776.25	10.75

## Wheat Daily Prices and Arrivals on 7.5.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			7-May-14	06-May-14	
Delhi	Lawrence Road	Mill Delivery	1542	1540	2
	Narella	Mill Quality Loose	Closed	1475	-
	Nazafgarh	Mill Quality Loose	Closed	1500	-
Gujarat	Rajkot	Mill Delivery	1615	1625	-10
	Ahmedabad	Mill Delivery	1650	1650	Unch
	Surat	Mill Delivery	1670	1670	Unch
M.P.	Bhopal	Lokwan	1700	1725	-25
	Indore	Mill Delivery	1560	1560	Unch
Rajasthan	Kota	Mill Quality Loose	NA	NA	-
		Mill Delivery	NA	NA	-
U.P.	Kanpur	Mill Delivery	1530	1540	-10
	Mathura	Mill Quality Loose	1450	1450	Unch

	Kosi	Mill Quality Loose	NA	NA	-
	Hathras	Mill Quality Loose	1400	1400	Unch
	Aligarh	Mill Quality Loose	Closed	1415	-
Punjab	Khanna	Mill Quality Loose	1410	1410	Unch
	(Ludhiana)Jagraon	Mill Delivery	1500	1500	Unch
Haryana	Sirsa	Mill Delivery loose	1400	1400	Unch
	Hodal	Mill Delivery	1565	1565	Unch
	Bhiwani	Mill Quality Loose	1440	1440	Unch
	Karnal	Mill Quality Loose	NA	1400	-
	Panipat	Mill Quality Loose	1400	1400	Unch
Tamil Nadu	Chennai	Mill Quality	NA	NA	-
	Madurai	Mill Quality	NA	NA	-
	Coimbatore	Mill Quality	NA	NA	-
Bihar	Sitamari	Mill Delivery	NA	NA	-
	Khagariya	Mill Delivery	1550	NA	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	NA	NA	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	NA	NA	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			7-May-14	6-May-14	
	Lawrence Road	Mill Delivery	12000	7000	5000
	Narella	Mill Quality Loose	NA	5000	-
	Nazafgarh	Mill Quality Loose	NA	500	-
Gujarat	Rajkot	Mill Quality Loose	6000	8000	-2000
	Ahmadabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	6000	6000	Unch
	Indore	Mill Quality Loose	5000	5000	Unch
Rajasthan	Kota	Mill Quality	NA	NA	-
U.P.	Kanpur	Mill Quality Loose	1200	1200	Unch
	Mathura	Mill Quality Loose	4000	10000	-6000
	Kosi	Mill Quality	NA	NA	-

## Wheat Daily Report 8<sup>th</sup> May 2014

		Loose			
	Hathras	Mill Quality Loose	950	750	200
	Aligarh	Mill Quality Loose	NA	10000	-
<b>Punjab</b>	Khanna	Mill Quality Loose	25000	25000	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	2000	5000	-3000
<b>Haryana</b>	Sirsa	Mill Quality Loose	2000	3000	-1000
	Hodal	Mill Quality Loose	2000	2000	Unch
	Bhiwani	Mill Quality Loose	3000	5000	-2000
	Karnal	Mill Quality Loose	NA	10000	-
	Panipat	Mill Quality Loose	20000	20000	Unch

Wheat Products Delhi	7-May-14	6-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

**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.