

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** 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:08:05:2014		
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
May-14	10	1559	1568	1552	1566	2,790	1,250	3,060	-1,410
Jun-14	13	1582	1599	1582	1594	4,680	3,390	10,000	670
July-14	7	1614	1622	1612	1618	900	580	4,240	110

Spread	Mar-14	Apr-14	May-14	June-14
Spot	-21			
May-14		28		
Jun-14			24	
July-14				-

Stocks	Demat	In-Process	Total	FED
	7.5.2014	7.5.2014	7.5.2014	5.5.2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	2100	50	2150	1900
Rajkot	-	-	-	-

Wheat (CBOT) On 7.5.2014(Bushels/Cent)

Contract	Open	High	Low	Close	+/-
14-May	730.75	731.75	726.25	729.75	-2
14-Jul	737.75	739.75	727.5	737.75	-1.25
14-Sep	747.75	748	736	746.5	-1
14-Dec	758	761	749.25	759.75	-1.25
15-Mar	769	772	761	771.25	-0.75
15-May	773	776.5	766.5	776.5	0.25

Wheat Daily Prices and Arrivals on 8.5.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			8-May-14	07-May-14	
Delhi					
	Lawrence Road	Mill Delivery	1545	1542	3
	Narella	Mill Quality Loose	1530	Closed	-
	Nazafgarh	Mill Quality Loose	1500	Closed	-
Gujarat	Rajkot	Mill Delivery	1610	1615	-5
	Ahmedabad	Mill Delivery	1650	1650	Unch
	Surat	Mill Delivery	1665	1670	-5
M.P.	Bhopal	Lokwan	1725	1700	25
	Indore	Mill Delivery	1600	1560	40
Rajasthan	Kota	Mill Quality Loose	1450	NA	-
		Mill Delivery	1530	NA	-
U.P.	Kanpur	Mill Delivery	1530	1530	Unch
	Mathura	Mill Quality Loose	1460	1450	10
	Kosi	Mill Quality Loose	1450	NA	-
	Hathras	Mill Quality Loose	1425	1400	25
	Aligarh	Mill Quality Loose	1420	Closed	-

Punjab	Khanna	Mill Quality Loose	1405	1410	-5
	(Ludhiana)Jagraon	Mill Delivery	1490	1500	-10
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	1400	NA	-
	Panipat	Mill Quality Loose	1400	1400	Unch
Tamil Nadu	Chennai	Mill Quality	1800	NA	-
	Madurai	Mill Quality	1857	NA	-
	Coimbatore	Mill Quality	1857	NA	-
Bihar	Sitamari	Mill Delivery	NA	NA	-
	Khagariya	Mill Delivery	1550	1550	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1650	NA	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	1650	NA	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			8-May-14	7-May-14	
	Lawrence Road	Mill Delivery	10000	12000	-2000
	Narella	Mill Quality Loose	3000	NA	-
	Nazafgarh	Mill Quality Loose	1000	NA	-
Gujarat	Rajkot	Mill Quality Loose	5000	6000	-1000
	Ahmadabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	NA	6000	-
	Indore	Mill Quality Loose	6000	5000	1000
Rajasthan	Kota	Mill Quality	25000	NA	-
U.P.	Kanpur	Mill Quality Loose	1100	1200	-100
	Mathura	Mill Quality Loose	6000	4000	2000
	Kosi	Mill Quality Loose	3000	NA	-
	Hathras	Mill Quality Loose	700	950	-250
	Aligarh	Mill Quality Loose	10000	NA	-
Punjab	Khanna	Mill Quality Loose	30000	25000	5000
	(Ludhiana)Jagraon	Mill Quality Loose	2000	2000	Unch
Haryana	Sirsa	Mill Quality Loose	2000	2000	Unch
	Hodal	Mill Quality Loose	2000	2000	Unch
	Bhiwani	Mill Quality Loose	3500	3000	500
	Karnal	Mill Quality Loose	12000	NA	-
	Panipat	Mill Quality Loose	25000	20000	5000

Wheat Products Delhi		8-May-14	7-May-14	Change
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Wheat Daily Report

9th May 2014

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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