

Wheat Domestic Fundamentals:

- **Wheat cash market traded lower on Monday amid sluggish trading** activities. Wheat may extend its loss as govt.'s 3rd adv. Estimate has pegged wheat production at 95.85 million tonne against 93.51 million tonne last year.
- **Record production. lower procurement(around 27/28 million tonne likely)** and lower export volume this year may impact wheat price in the rest of May& June. Higher availability in domestic market would weigh on market fundamentals. Prices of wheat may dip Rs 25 to Rs40 per qtl. in the coming weeks.
- **At global front, supply would remain ample . As per latest USDA** update global wheat supply will rise 0.5 percent to 187.4 million tonne by the end of May,2015. Corn supply too will increase. Notably,wheat is substitute to corn and both are used for cattle feed.
- **Overall grain supply will touch the highest level since 2001.**At supply front ample stock would not allow market to get firmer even if US weather remains unfavourable. More dip in global market would directly impact Indian wheat export opportunity.
- **As election is over and more interstate business is expected in the** weeks ahead, supply would increase and it may have bearish impact on sentiments. Private millers have fulfilled their requirements at least for two months in anticipation of higher price. So demand may come down in declining market trend.
- **There is a report from Uttar Pradesh that almost 3 percent wheat is infected** with Karan Bunt and one percent from black hoppers. However, overall grain quality is good. Harvesting is almost over. Recent rains have impacted threshing activities in some area.
- **Farmers this year have retained 10 percent more crop in anticipation of** higher realization in lean season and continuation of export. Govt procurement may touch 28 million tonne as UP. would contribute more now.
- **Wheat stock in central pool warehouses was registered at 34.40 million T** on 01 May compared to 17.83 million T on 1st April 2014. The highest accumulated stock is in Punjab (8.51 million T) followed by Madhya Pradesh (6.34 million tonne) and Haryana (5.70 million Tonne) as on 01.05.2014.
- **According to IBIS (provisional data), export of wheat in the month of April** was 4.27 Lakh tones which is around 48% less than last year at the same month, which was 8.32 Lakh tones in April 2013.

International Market Update:

- South Korea's Major Feedmill Group (MFG) has purchased 106,000 tonnes of feed wheat in a tender for October arrival. Some 53,000 tonnes was bought at \$283.00 a tonne c&f for arrival by Oct. 5 plus a \$1.50 a tonne surcharge for unloading at an additional port and another 53,000 tonnes was bought at \$283.50 a tonne c&f for arrival by Oct. 25 plus a \$1.50 a tonne surcharge for unloading at an additional port.
- **Jordan's state grain buyer has purchased 100,000 tonnes** of wheat which is expected to be sourced from the Black Sea region, probably Romania for shipment in September at \$311.00 a tonne c&f .
- **Global 2014/15 wheat supplies are projected down less than 1 percent** from 2013/14 as reduced beginning stocks and production in the United States offset higher foreign beginning stocks. World wheat production is projected at 697.0 million tons, down 2 percent from the 2013/14 record.

Domestic market Outlook:

Cash wheat market is likely to trade steady to slightly weak on lower demand side and higher supply.

NCDEX Wheat Futures								Date:16:05:2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jun-14	-15	1584	1585	1568	1571	4,470	4,020	10,440	640
July-14	-15	1613	1613	1600	1602	840	710	4,720	270
Aug-14	-18	1641	1641	1629	1630	200	120	1,160	1,160

Spread	Mar-14	Apr-14	May-14	June-14
Spot	-16			
Jun-14		31		
July-14			28	
Aug-14				-

Stocks	Demat	In-Process	Total	FED
	17.5.2014	17.5.2014	17.5.2014	12.5.2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	2198	0	2198	2149
Rajkot	-	-	-	-

Wheat (CBOT) On 16.5.2014(Bushels/Cent)

Contract	Open	High	Low	Close	+/-
14-Jul	678.75	682.75	670.50	674.25	-4.00
14-Sep	688.00	691.75	679.50	683.25	-3.75
14-Dec	703.25	707.00	695.00	698.75	-4.00
15-Mar	716.00	721.25	709.50	713.50	-3.50
15-May	723.00	725.50	717.25	720.25	-3.75
15-Jul	721.25	722.75	714.50	719.00	-3.25

Wheat Daily Prices and Arrivals on 19.5.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
New Delhi			5/19/2014	5/18/2014	
	Lawrence Road	Mill Delivery	1550	1550	Unch
	Narella	Mill Quality(Loose)	1510	1510	Unch
	Nazafgarh	Mill Quality(Loose)	1530	1520	10
Gujarat	Rajkot	Mill Delivery	1620	1610	10
	Ahmedabad	Mill Delivery	1650	1650	Unch
	Surat	Mill Delivery	1665	1670	-5
Madhya Pradesh	Bhopal	Lokwan	1700	1700	Unch
	Indore	Mill Delivery	1600	1600	Unch
Rajasthan	Kota	Mill Quality(Loose)	1470	1475	-5
		Mill Delivery	1525	1540	-15
Uttar	Kanpur	Mill Delivery	1535	1540	-5

Pradesh	Mathura	Mill Quality(Loose)	1425	Closed	-
	Kosi	Mill Quality(Loose)	1450	1450	Unch
	Hathras	Mill Quality(Loose)	NA	1400	-
	Aligarh	Mill Quality(Loose)	1420	1400	20
	Moradabad	Mill Quality(Loose)	Closed	1370	-
Punjab	Khanna	Mill Quality(Loose)	1410	1425	-15
	(Ludhiana)Jagraon	Mill Delivery	1520	1525	-5
Haryana	Sirsa	Mill Quality(Loose)	1400	1400	Unch
	Hodal	Mill Delivery	1540	1540	Unch
	Bhiwani	Mill Quality(Loose)	1470	1500	-30
	Karnal	Mill Quality(Loose)	1400	1400	Unch
	Panipat	Mill Quality(Loose)	1400	1400	Unch
Tamil Nadu	Chennai	Mill Quality(Loose)	1875	1800	75
	Madurai	Mill Quality(Loose)	1932	1857	75
	Coimbatore	Mill Quality(Loose)	1932	1857	75
Bihar	Sitamari	Mill Delivery	NA	NA	-
	Khagariya	Mill Delivery	1550	1525	25
FOR	Kandla(Rajasthan-Kota)	Mill Quality(Loose)	1625	1625	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality(Loose)	1625	1625	Unch

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
New Delhi			5/19/2014	5/18/2014	
	Lawrence Road	Mill Delivery	10000	12000	-2000
	Narella	Mill Quality(Loose)	1500	1000	500
	Nazafgarh	Mill Quality(Loose)	500	500	Unch
Gujarat	Rajkot	Mill Quality(Loose)	4000	4000	Unch
	Ahmedabad	Mill Delivery	NA	NA	-
Madhya	Bhopal	Lokwan	NA	NA	-

Wheat Daily Report

20th May 2014

Pradesh	Indore	Mill Quality(Loose)	3500	3500	Unch
Rajasthan	Kota	Mill Quality(Loose)	35000	10000	25000
Uttar Pradesh	Kanpur	Mill Delivery	1200	1200	Unch
	Mathura	Mill Quality(Loose)	3000	Closed	-
	Kosi	Mill Quality(Loose)	1000	1000	Unch
	Hathras	Mill Quality(Loose)	NA	700	-
	Aligarh	Mill Quality(Loose)	5000	10000	-5000
	Moradabad	Mill Quality(Loose)	Closed	6000	-
Punjab	Khanna	Mill Quality(Loose)	10000	15000	-5000
	(Ludhiana)Jagraon	Mill Quality(Loose)	2000	1200	800
Haryana	Sirsa	Mill Quality(Loose)	2000	1500	500
	Hodal	Mill Quality(Loose)	500	500	Unch
	Bhiwani	Mill Quality(Loose)	1000	800	200
	Karnal	Mill Quality(Loose)	3000	NA	-
	Panipat	Mill Quality(Loose)	100	100	Unch

Wheat Products Delhi	5/19/2014	5/18/2014	Change
Atta (50kg) Ordinary	940	940	Unch
Maida Grade 1 (90kg)	2112	2112	Unch
Maida Grade 1 (50KG)	1155	1155	Unch
Suji (50kg)	1180	1180	Unch
Chokar (50 kg)	686	686	Unch
Chokar (34 kg)	439	439	Unch
Chakki Atta (50kg)	965	965	Unch
Chakki Atta (50kg) Special	965	965	Unch
Chakki Atta (90kg) Superfine	1800	1800	Unch
Chakki Atta (50kg) Superfine	970	970	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.