

## Wheat Domestic Fundamentals:

- **In Punjab wheat procurement is still going on** and till 18th May 115 Lakh tonnes had been procured corresponding to the 110.32 Lakh tones same time last year. From the total procurement government agencies had procured 112.85 lakh tonnes, whereas private traders procured 2.77 lakh tonnes of wheat. Sangrur district is leading in procurement with 10.16 lakh tonnes, followed by Ludhiana district (8.92 lakh tonnes) and Bathinda district (8.3 lakh tonnes).
- **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.
- **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:

- **European Union and U.S. might not put sanctions on Russia** grain trade as it would not affect Russia so much as its importers. Putting sanctions on Russia means the wheat importing countries have to import wheat from other countries which is going to cost them more. Russia, Ukraine and Kazakhstan are main wheat exporters from Black Sea region to Egypt,Turkey,Yemen and Iran.
- **In a tender from Iraq's state grains board to buy at least 50,000 tonnes of hard wheat** from Aug. 1 to Aug. 31 with delivery between Sept. 1 and Oct. 14, lowest quote was offered by Russia at \$324.55 a tonne (C&F) and \$328.89 a tonne(C&f) followed by Ukrainian wheat at \$339.84 a tonne (C&F). The lowest offer for U.S. wheat was \$378.95 a tonne cippo. The lowest Australian offer was \$371.00 a tonne cippo and the lowest Canadian offer was \$344.75 a tonne cippo.

## 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:21:05:2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jun-14	-9	1558	1563	1552	1552	1,150	-1,880	11,320	270
July-14	-10	1588	1595	1580	1580	1,070	-400	4,770	130
Aug-14	-2	1615	1620	1615	1615	490	150	930	-220

Spread	Mar-14	Apr-14	May-14	June-14
Spot	-12			
Jun-14		28		
July-14			35	
Aug-14				-

Stocks	Demat	In- Process	Total	FED
	20.5.2014	20.5.2014	20.5.2014	19.5.2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	2198	197	2395	2198
Rajkot	-	-	-	-

## Wheat (CBOT) On 20.5.2014(Bushels/Cent)

Contract	Open	High	Low	Close	+/-
14-Jul	674.00	686.00	666.00	670.50	-4.00
14-Sep	683.75	695.00	676.00	680.50	-3.25
14-Dec	699.75	710.75	692.00	697.00	-2.75
15-Mar	719.00	724.00	708.75	711.50	-2.75
15-May	729.25	731.25	715.25	719.00	-3.00
15-Jul	716.25	730.75	715.25	717.50	-2.75

## Wheat Daily Prices and Arrivals on 20.5.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			5/21/2014	5/20/2014	
New Delhi					
	Lawrence Road	Mill Delivery	1540	1545	-5
	Narella	Mill Quality(Loose)	Closed	1507	-
	Nazafgarh	Mill Quality(Loose)	Closed	1525	-
Gujarat	Rajkot	Mill Delivery	1620	1620	Unch
	Ahmedabad	Mill Delivery	1640	1640	Unch
	Surat	Mill Delivery	1665	1665	Unch
Madhya Pradesh	Bhopal	Lokwan	1700	1700	Unch
	Indore	Mill Delivery	1565	1565	Unch
Rajasthan	Kota	Mill Quality(Loose)	1475	1475	Unch
		Mill Delivery	1530	1530	Unch
Uttar Pradesh	Kanpur	Mill Delivery	1535	1535	Unch
	Mathura	Mill Quality(Loose)	1450	1450	Unch
	Kosi	Mill Quality(Loose)	1460	1470	-10

	Hathras	Mill Quality(Loose)	NA	NA	-
	Aligarh	Mill Quality(Loose)	Closed	1420	-
	Moradabad	Mill Quality(Loose)	1370	1370	Unch
<b>Punjab</b>	Khanna	Mill Quality(Loose)	1410	1405	5
	(Ludhiana)Jagraon	Mill Delivery	1520	1520	Unch
<b>Haryana</b>	Sirsa	Mill Quality(Loose)	1400	1400	Unch
	Hodal	Mill Delivery	1530	1535	-5
	Bhiwani	Mill Quality(Loose)	1450	1450	Unch
	Karnal	Mill Quality(Loose)	1400	1400	Unch
	Panipat	Mill Quality(Loose)	NA	1400	-
<b>Tamil Nadu</b>	Chennai	Mill Quality(Loose)	1875	1875	Unch
	Madurai	Mill Quality(Loose)	1932	1932	Unch
	Coimbatore	Mill Quality(Loose)	1932	1932	Unch
<b>Bihar</b>	Sitamari	Mill Delivery	NA	NA	-
	Khagariya	Mill Delivery	1550	1550	Unch
<b>FOR</b>	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
<b>New Delhi</b>			<b>5/21/2014</b>	<b>5/20/2014</b>	
	Lawrence Road	Mill Delivery	15000	6000	9000
	Narella	Mill Quality(Loose)	Closed	1000	-
	Nazafgarh	Mill Quality(Loose)	Closed	500	-
<b>Gujarat</b>	Rajkot	Mill Quality(Loose)	2500	2500	Unch
	Ahmedabad	Mill Delivery	NA	NA	-
<b>Madhya Pradesh</b>	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality(Loose)	2500	3500	-1000
<b>Rajasthan</b>	Kota	Mill Quality(Loose)	35000	35000	Unch
<b>Uttar Pradesh</b>	Kanpur	Mill Delivery	NA	NA	-
	Mathura	Mill Quality(Loose)	5000	5000	Unch
	Kosi	Mill Quality(Loose)	3000	2000	1000
	Hathras	Mill Quality(Loose)	NA	NA	-
	Aligarh	Mill Quality(Loose)	Closed	1000	-
	Moradabad	Mill Quality(Loose)	5000	5000	Unch
<b>Punjab</b>	Khanna	Mill Quality(Loose)	13000	15000	-2000
	(Ludhiana)Jagraon	Mill Quality(Loose)	2000	2000	Unch
<b>Haryana</b>	Sirsa	Mill Quality(Loose)	2000	5000	-3000
	Hodal	Mill Quality(Loose)	300	400	-100
	Bhiwani	Mill Quality(Loose)	1200	700	500

	Karnal	Mill Quality(Loose)	3000	2000	1000
	Panipat	Mill Quality(Loose)	NA	100	-

Wheat Products Delhi	5/21/2014	5/20/2014	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

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