

Wheat Domestic Fundamentals:

- Cash wheat market may trade slightly up from current level as arrivals in major markets of producing states like Uttar Pradesh, Punjab, Haryana and Bihar have contracted in recent weeks due to farmers engagements in paddy trans-planting. Lower arrivals from farmers end and increasing demand for wheat products ahead of festival season would remain supportive for the cash wheat market fundamentals. Wheat is being traded in the range of Rs 1450 to Rs1575 per qtl. in various markets. Agriwatch expects market to move up at least by Rs 30 to RS 45 per qtl. from current level. Supply from private trades would continue.
- However, any major spike in wheat market in the third quarter is unlikely due to intended supply of 10 million tonne in next eight months from central pool stock at the base price of Rs 1500 and Rs 1575 per qtl. for old and new crop respectively. As wheat prices in Uttar Pradesh, Punjab, Haryana and Rajasthan are hovering around Rs 1450 to Rs 1575 per qtl. currently, offtake from central pool would be lower than expectation.
- With higher allocation of wheat govt. has ensured ample availability for the rest of the year and any attempt to drag wheat price up would not be materialized. Export window is not wide open now with declining price world over and private trades would have to release their stock in domestic market. Global FOB quotes range \$230 to \$235 per tonne(US & Black Sea Region) while Indian exporters are not able to offer below \$280 per tonne. The huge difference of \$50 per tonne would not allow smooth export from India In next four –five months.
- Rake loading from Kota to South India continues at Rs 1840/Rs 1850 per qtl. on delivered basis. Wheat from Bulandshahar to Delhi is loaded at Rs 1575 to Rs 1580 per qtl. Millers in Punjab and Haryana are sourcing wheat from local markets as higher freight from Mathura region to Chandigarh and other markets in Punjab brings parity at negligible level.August Onward arrivals in markets would increase once again as by then farmers would have been finished paddy trans-planting.

International Market Update:

- Lebanon has purchased about 7,000 tonnes of Black Sea-origin milling wheat. The price for the 12.5 percent protein content wheat was \$253 a tonne c&f. Importers in Indonesia have also purchased an unknown volume of Black Sea wheat of 11.5 percent protein in containers at \$271 a tonne c&f.
- Private Iraqi grain traders have not been able get trucks across the Syrian border to complete a deal, first agreed in June, to buy 200,000 tonnes of wheat from Syria's state grain body due to conflict raging in both countries.
- US wheat export may hamper with increasing freight cost in the months ahead. A rally in freight rates would be detrimental to the chances of U.S., Australian and Argentine wheat in Middle Eastern markets. Russian wheat would probably be the winner now U.S. soft red winter wheat, on a free-on-board basis, was currently \$6 a ton cheaper than Russian and Ukrainian wheat and \$5 a ton cheaper than Western Europe origins. Black Sea Region crop started hitting the market and Russian FOB quotes are hovering in the range of \$245 to \$250 per tonne.

Domestic market Outlook:

Wheat cash market may stay steady to slightly firm.

[illegible]

Wheat Daily Report 31st July 2014

Spread	July-14	Aug-14	Sept-14	Oct-14
Spot	-13			
July-14		6		
Aug-14				
Sept-14				

Stocks	Demat	In- Process	Total	FED
	28.7.2014	28.7.2014	28.7.2014	21.7.2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	8207	0	8207	8207
Rajkot	-	-	-	-

Wheat (CBOT) Future:

CBOT Futures Prices: Date: 29.07.14 (USD/T)							
CONTRACT MONTH	29 July 14	Week ago (18 July 2014)	1 Month ago(25 June 14)	3 Month ago(25 Apr 14)	6 Month ago(25 Jan 14)	1 Year ago(25 July 13)	% Change over previous year
14-Sep	191.05	195.55	211.44	257.27	207.67	238.53	-17.14
14-Dec	199.77	204.37	214.65	260.21	209.97	242.76	-15.29
15-Mar	208.78	212.27	222.64	263.24	211.99	246.80	-13.44
15-May	214.38	217.78	230.73	268.39	215.11	249.19	-12.09
15-Jul	218.24	222.28	235.69	272.89	219.98	247.81	-9.82
15-Sep	222.83	226.41	239.36	274.54	223.84	250.47	-8.98

Wheat Daily Prices and Arrivals on 30.7.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			30-Jul-14	28-Jul-14	
Delhi					
	Lawrence Road	Mill Delivery	1585	1585	Unch
	Narella	Mill Quality Loose	Closed	1490	-
	Nazafgarh	Mill Quality Loose	Closed	1520	-
Gujarat	Rajkot	Mill Delivery	1580	1590	-10
	Ahmedabad	Mill Delivery	1700	1700	Unch
	Surat	Mill Delivery	1725	1725	Unch
M.P.	Bhopal	Lokwan	1700	1700	Unch
	Indore	Mill Delivery	1640	1660	-20
Rajasthan	Kota	Mill Quality Loose	1510	1500	10
		Mill Delivery	1600	1600	Unch
U.P.	Kanpur	Mill Delivery	1565	1550	15
	Mathura	Mill Quality Loose	1450	1470	-20

	Kosi	Mill Quality Loose	1450	1460	-10
	Hathras	Mill Quality Loose	NR	1410	-
	Aligarh	Mill Quality Loose	NA	1430	-
Punjab	Khanna	Mill Quality Loose	1400	NA	-
	(Ludhiana)Jagraon	Mill Delivery	1500	1500	Unch
Haryana	Sirsa	Mill Delivery loose	1455	1450	5
	Hodal	Mill Delivery	1580	1580	Unch
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	1480	1490	-10
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	1800	1800	Unch
	Madurai	Mill Quality	1857	1857	Unch
	Coimbatore	Mill Quality	1857	1857	Unch
Bihar	Sitamari	Mill Delivery	NA	NA	-
	Khagariya	Mill Delivery	1450	NA	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1650	1650	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1650	1650	Unch

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			30-Jul-14	28-Jul-14	
	Lawrence Road	Mill Delivery	7000	11000	-4000
	Narella	Mill Quality Loose	Closed	1500	-
	Nazafgarh	Mill Quality Loose	Closed	500	-
Gujarat	Rajkot	Mill Quality Loose	2200	2000	200
	Ahmedabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	5000	4000	1000
Rajasthan	Kota	Mill Quality	6000	5000	1000
U.P.	Kanpur	Mill Quality Loose	500	700	-200
	Mathura	Mill Quality Loose	500	1500	-1000
	Kosi	Mill Quality Loose	100	150	-50
	Hathras	Mill Quality Loose	NA	300	-
	Aligarh	Mill Quality Loose	NA	300	-
Punjab	Khanna	Mill Quality Loose	200	NA	-
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	200	200	Unch
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	500	NA	-

	Panipat	Mill Quality Loose	NA	NA	-
--	---------	--------------------	----	----	---

Wheat Products Delhi	30-Jul-14	28-Jul-14	Change
Atta (50kg) Ordinary	915	915	Unch
Maida Grade 1 (90kg)	2202	2202	Unch
Maida Grade 1 (50KG)	1205	1205	Unch
Suji (50kg)	1180	1180	Unch
Chokar (50 kg)	573	573	Unch
Chokar (34 kg)	367	367	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.