

Wheat Domestic Fundamentals:

- Wheat stock in central pool warehouses was registered at 38.10 million T on 01 August compared to 39.37 million T on 1st July 2014. The highest accumulated stock is in Punjab (14.93 million T) followed by Madhya Pradesh (7.52 million tonne) and Haryana (7.07 million Tonne) as on 01.08.2014.
- Major wheat cash markets trade steady to slightly firm due to restricted arrivals as farmers are busy with kharif sowing. Wheat release from central pool stock through tendering process is expected from next week. Besides demand from south and north Indian miller's continues. In Delhi market wheat traded Rs 15 per qtl. up to Rs 1590 per quintal in last three days. Market participants say that uptrend in Delhi market would not continue as rescheduled tendering date would remain restrictive to the market fundamental. Wheat price may hover in the range of RS 1580 to Rs 1600 per qtl.. Old wheat sourced from Govt. godowns in Delhi would cost around Rs 1560/1570 including freight and labour.
- According to IBIS (provisional data), export of wheat in the month of July was 1.37 Lakh tones which is around 69% less than last year at the same month, which was 4.46 Lakh tones in July 2013. The reason behind the lower export is attributed to disparity from other exporting countries like U.S.A., Russia and Ukraine.
- Export demand for Indian wheat has touched its bottom due to negative parity. Major exporters like US, Russia, Ukraine and Australia offer wheat in the range of \$240 to \$252 per tonne on FoB basis which is lower by \$30 to \$35 per tonne against Indian offer at \$282/283 per tonne. The price difference is likely to continue as Australia, Russia and US would remain aggressive sellers in next four-five months.
- The CACP (Commission for Agricultural Costs and Prices) would announce the MSP for rabi crop soon and market expects marginal increase in the MSP of wheat for 2014-15. Market participants are of the view that MSP may be increase from 2 to 3 percent for rabi crops to contain the inflationary pressure. Experts assume that wheat MSP might be fixed in between Rs 1420 to RS 1450 per quintal for ensuing rabi season.

International Market Update:

- Inflation and domestic demand of wheat in Russia is fulfilled with bumper production and falling of domestic prices whereas weakening of rouble has supported export of wheat from Russia. The largest buyers of Russian wheat in 2013/14 (July/June) were Egypt, Turkey, Yemen and Iran.
- Unexpected rains at the time of wheat harvesting during mid July in France and Germany have impacted grain quality and availability of milling grade may decrease in these countries. This may encourage European buyers to source milling grade wheat from US. Crop quality in Poland too is similar. Report of higher export sales in recent weeks in US points to the emerging scenario in global wheat market. U.S. export sales of wheat were 801,007 metric tons in the week-ended July 24, up 81 percent from a week earlier, according to the U.S. Department of Agriculture.

Domestic market Outlook:

Wheat cash market may stay steady to slightly firm.

| NCDEX Wheat Futures | | | | | | | | Date:12:08:2014 | |
|---------------------|-----|------|------|------|-------|--------|--------|-----------------|--------|
| Contract | +/- | Open | High | Low | Close | Volume | Change | OI | Change |
| Aug-14 | 7 | 1594 | 1604 | 1594 | 1600 | 270 | -720 | 3,330 | -20 |
| Sep-14 | -2 | 1602 | 1602 | 1596 | 1601 | 650 | -1,310 | 7,430 | -20 |
| Oct-14 | -4 | 1606 | 1617 | 1606 | 1617 | 10 | 0 | 20 | -270 |

Wheat Daily Report

13th August 2014

| Spread | Aug-14 | Sept-14 | Oct-14 | Nov-14 |
|---------|--------|---------|--------|--------|
| Spot | -15 | | | |
| July-14 | | 1 | | |
| Aug-14 | | | 16 | |
| Sept-14 | | | | |

| Stocks | Demat | In- Process | Total | FED |
|--------|-----------|-------------|-----------|-----------|
| | 11.8.2014 | 11.8.2014 | 11.8.2014 | 11.8.2014 |
| Delhi | - | - | - | - |
| Itarsi | - | - | - | - |
| Kanpur | - | - | - | - |
| Kota | 8207 | 0 | 8207 | 8207 |
| Rajkot | - | - | - | - |

Wheat (CBOT) Future:

| CBOT Futures Prices: Date: 11.08.14 (USD/T) | | | | | | | |
|---|--------------|------------------------|-------------------------|------------------------|------------------------|--------------------------|-----------------------------|
| CONTRACT MONTH | 11 August 14 | Week ago (05 Aug 2014) | 1 Month ago(14 July 14) | 3 Month ago(13 May 14) | 6 Month ago(13 Feb 14) | 1 Year ago(14 August 13) | % Change over previous year |
| 14-Sep | 200.78 | 202.99 | 197.57 | 263.79 | 222.74 | 246.07 | -18.40 |
| 14-Dec | 206.75 | 210.43 | 205.93 | 269.40 | 227.33 | 249.65 | -17.18 |
| 15-Mar | 213.55 | 217.68 | 213.73 | 274.54 | 230.82 | 252.50 | -15.42 |
| 15-May | 218.14 | 222.19 | 219.52 | 276.74 | 231.19 | 252.77 | -13.70 |
| 15-Jul | 220.44 | 224.76 | 223.56 | 275.55 | 229.17 | 251.03 | -12.18 |
| 15-Sep | 224.76 | 229.17 | 227.97 | 276.93 | 231.19 | 251.03 | -10.46 |

Wheat Daily Prices and Arrivals on 12.8.2014

| Centre | Market | Variety | Prices (Rs/Qtl) | | Change |
|-----------|---------------|--------------------|-----------------|-----------|--------|
| | | | 12-Aug-14 | 11-Aug-14 | |
| Delhi | Lawrence Road | Mill Delivery | 1585 | 1580 | 5 |
| | Narella | Mill Quality Loose | 1515 | 1500 | 15 |
| | Nazafgarh | Mill Quality Loose | 1500 | 1515 | -15 |
| Gujarat | Rajkot | Mill Delivery | 1600 | 1580 | 20 |
| | Ahmedabad | Mill Delivery | 1700 | 1680 | 20 |
| | Surat | Mill Delivery | 1725 | 1715 | 10 |
| M.P. | Bhopal | Lokwan | 1550 | 1550 | Unch |
| | Indore | Mill Delivery | 1650 | 1650 | Unch |
| Rajasthan | Kota | Mill Quality Loose | NA | 1520 | - |
| | | Mill Delivery | NA | 1590 | - |
| U.P. | Kanpur | Mill Delivery | 1570 | 1570 | Unch |
| | Mathura | Mill Quality Loose | 1450 | Closed | - |

| | | | | | |
|-------------------|----------------------------|---------------------|------|--------|------|
| | Kosi | Mill Quality Loose | 1440 | NR | - |
| | Hathras | Mill Quality Loose | 1415 | Closed | - |
| | Aligarh | Mill Quality Loose | 1450 | 1435 | 15 |
| Punjab | Khanna | Mill Quality Loose | 1430 | 1440 | -10 |
| | (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 | NA | 1800 | - |
| | Madurai | Mill Quality | NA | 1857 | - |
| | Coimbatore | Mill Quality | NA | 1857 | - |
| Bihar | Sitamari | Mill Delivery | NA | NA | - |
| | Khagariya | Mill Delivery | 1450 | 1450 | Unch |
| FOR | Kandla(Rajasthan-Kota) | Mill Quality | NA | 1700 | - |
| | Gandhidham(Rajasthan-Kota) | Mill Quality | NA | 1700 | - |

| Centre | Market | Variety | Arrivals (Bags/Qtl) | | Change |
|------------------|-------------------|--------------------|---------------------|------------------|--------|
| | | | 12-Aug-14 | 11-Aug-14 | |
| Delhi | Lawrence Road | Mill Delivery | 10000 | 7000 | 3000 |
| | Narella | Mill Quality Loose | 300 | 200 | 100 |
| | Nazafgarh | Mill Quality Loose | 250 | 300 | -50 |
| Gujarat | Rajkot | Mill Quality Loose | 1100 | 900 | 200 |
| | Ahmedabad | Mill Delivery | NA | NA | - |
| M.P. | Bhopal | Lokwan | NA | NA | - |
| | Indore | Mill Quality Loose | 4000 | 4000 | Unch |
| Rajasthan | Kota | Mill Quality | NA | NA | - |
| U.P. | Kanpur | Mill Quality Loose | 700 | 800 | -100 |
| | Mathura | Mill Quality Loose | 200 | Closed | - |
| | Kosi | Mill Quality Loose | 100 | NR | - |
| | Hathras | Mill Quality Loose | 30 | Closed | - |
| | Aligarh | Mill Quality Loose | 1000 | NA | - |
| Punjab | Khanna | Mill Quality Loose | 400 | 400 | Unch |
| | (Ludhiana)Jagraon | Mill Quality Loose | NA | NA | - |
| Haryana | Sirsa | Mill Quality Loose | 200 | 200 | Unch |
| | Hodal | Mill Quality Loose | 100 | 200 | -100 |
| | Karnal | Mill Quality Loose | NA | NA | - |
| | Bhiwani | Mill Quality Loose | 500 | 500 | Unch |

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

| Wheat Products Delhi | 12-Aug-14 | 11-Aug-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) | 613 | 598 | 15 |
| Chokar (34 kg) | 388 | 379 | 9 |
| Chakki Atta (50kg) | 965 | 965 | Unch |
| Chakki Atta (50kg) Special | 985 | 985 | Unch |
| Chakki Atta (90kg) Superfine | 1800 | 1800 | 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.