

## Wheat Domestic Fundamentals:

- **According to IBIS (provisional data), export of wheat in the month of August** was 0.43 Lakh tones which is around 69% less than last year at the same month, which was 1.37 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.
- **Wheat cash market stays steady to slightly weak on higher arrivals from** upcountry markets and lower offtake by millers in major consuming centers. Besides. Recommended hike of Rs 50 per qtl. may support market to some extent October onward. Supply side is likely to be at comfortable level even in the lean season.
- **Despite disparity on export front and bearish outlook in global wheat market** Indian exporters managed to offload some quantity of wheat in markets like Vietnam, Djibouti, U.A.E., Philippines etc around \$284/tonnes on FoB basis through Kandla, Mundra ports. As per IBIS data wheat export from India was registered 14,953 tonnes during 11th to 17th August. However, global wheat market seems to be in surplus state and opportunity for Indian exporters remains still unfavorable.
- **Supply side remains ample and govt has ensured more supply** by allocating wheat at predetermined price through OMSS. As OMSS prices are ruling at par with open market price, offtake from central pool stock is likely to remain restricted in August and Sept. Wheat may trade in the range of Rs 1450 to Rs 1575 per qtl.
- **Wheat is being loaded from Rajasthan to South Indian markets in the range** of RS 1850/1870 per tonne on delivered basis. Wheat for same destination is being loaded from Uttar Pradesh at Rs 1825 to Rs 1830 per qtl. however, there is a difference of quality.
- **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.

## International Market Update:

- **Egypt had bought 60,000 tonnes of French wheat from Granit** and 60,000 tonnes of Romanian wheat from Bunge at an average price of \$258.89/tonne (CiF). Earlier Egypt had stopped buying from France as they don't allow import of wheat with moisture content was more than 13 percent whereas in 2013 the average moisture content of France wheat was 13.5. In June, Egypt raised its tolerance again for moisture content to 13.5 percent, albeit with heavier penalties, but had not made a French wheat purchase due to lower price offered by Russian, Romanian and Ukrainian.
- **South Korean mill CJ Cheiljedang Corp bought 21,200 tonnes wheat** (max. 10.5 protein) at Fob around \$260-263/tonne and 4,900 tonnes wheat (max. 8.5 protein) at Fob \$300/tonne from U.S. which is scheduled for shipment between Jan. 1 and 31, 2015.
- **The International Grains Council raised its forecast for global wheat** production in 2014/15 to 713 million tonnes, up from a previous forecast of 702 million. Better production in Russia, the European Union and China is the main reason for increase in production estimate.

## Domestic market Outlook:

Wheat cash market may stay steady to slightly weak.

NCDEX Wheat Futures								Date:08:09:2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Sep-14	-2	1555	1558	1550	1558	580	-480	7,260	-190
Oct-14	-2	1572	1575	1569	1573	280	-330	2,870	120
Nov-14	0	0	0	0	1594	20	0	610	10

Spread	Sept-14	Oct-14	Nov-14	Dec-14
Spot				
Sept-14	37			
Oct-14		15		
Nov-14			21	

Stocks	Demat	In- Process	Total	FED
	06.9.2014	06.9.2014	06.9.2014	01.9.2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	8207	0	8207	8207
Rajkot	-	-	-	-

## Wheat (CBOT) Future:

CBOT Futures Prices: Date: 05.09.14 (USD/T)							
CONTRACT MONTH	05 Sept 14	Week ago (28 Aug 2014)	1 Month ago (04 Aug 14)	3 Month ago (04 June 14)	6 Month ago (04 Mar 14)	1 Year ago (04 Sept 13)	% Change over previous year
14-Sep	195.27	204.46	199.87	229.63	240.46	245.79	-20.55
14-Dec	196.65	210.06	207.40	237.52	244.96	250.29	-21.43
15-Mar	203.17	217.23	214.38	243.95	247.44	253.14	-19.74
15-May	207.49	220.72	218.88	247.54	248.18	254.15	-18.36
15-Jul	210.70	222.37	221.91	249.46	244.23	252.77	-16.64
15-Sep	214.75	225.40	226.04	252.31	245.61	253.23	-15.20

## Wheat Daily Prices and Arrivals on 08.9.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			8-Sep-14	06-Sep-14	
Delhi	Lawrence Road	Mill Delivery	1590	1595	-5
	Narella	Mill Quality Loose	Closed	Closed	-
	Nazafgarh	Mill Quality Loose	1525	1520	5
Gujarat	Rajkot	Mill Delivery	1510	1530	-20
	Ahmedabad	Mill Delivery	1635	1660	-25
	Surat	Mill Delivery	1650	1680	-30
M.P.	Bhopal	Lokwan	Closed	1500	-
	Indore	Mill Delivery	Closed	1600	-
Rajasthan	Kota	Mill Quality Loose	Closed	1485	-
		Mill Delivery	Closed	1570	-
U.P.	Kanpur	Mill Delivery	1550	1565	-15

	Mathura	Mill Quality Loose	1450	1450	Unch
	Kosi	Mill Quality Loose	1470	1470	Unch
	Hathras	Mill Quality Loose	1450	1430	20
	Aligarh	Mill Quality Loose	1440	1440	Unch
Punjab	Khanna	Mill Quality Loose	1410	1450	-40
	(Ludhiana).Jagraon	Mill Delivery	1530	1500	30
Haryana	Sirsa	Mill Delivery loose	1465	1465	Unch
	Hodal	Mill Delivery	1580	1580	Unch
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	1485	NA	-
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	1815	1815	Unch
	Madurai	Mill Quality	1872	1872	Unch
	Coimbatore	Mill Quality	1872	1872	Unch
Bihar	Sitamari	Mill Delivery	1580	NA	-
	Khagariya	Mill Delivery	NA	NA	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	NA	1650	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	NA	1650	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			8-Sep-14	6-Sep-14	
	Lawrence Road	Mill Delivery	13000	10000	3000
	Narella	Mill Quality Loose	Closed	Closed	-
	Nazafgarh	Mill Quality Loose	500	300	200
Gujarat	Rajkot	Mill Quality Loose	2200	1800	400
	Ahmedabad	Mill Delivery	Closed	NA	-
M.P.	Bhopal	Lokwan	Closed	NA	-
	Indore	Mill Quality Loose	Closed	3000	-
Rajasthan	Kota	Mill Quality	Closed	1500	-
U.P.	Kanpur	Mill Quality Loose	600	800	-200
	Mathura	Mill Quality Loose	300	500	-200
	Kosi	Mill Quality Loose	250	100	150
	Hathras	Mill Quality Loose	80	125	-45
	Aligarh	Mill Quality Loose	700	1000	-300
Punjab	Khanna	Mill Quality Loose	500	500	Unch
	(Ludhiana).Jagraon	Mill Quality Loose	500	NA	-
Haryana	Sirsa	Mill Quality Loose	100	200	-100
	Hodal	Mill Quality Loose	150	150	Unch
	Karnal	Mill Quality Loose	NA	NA	-

	Bhiwani	Mill Quality Loose	600	600	Unch
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	8-Sep-14	6-Sep-14	Change
Atta (50kg) Ordinary	915	915	Unch
Maida Grade 1 (90kg)	2202	2202	Unch
Maida Grade 1 (50KG)	1205	1205	Unch
Suji (50kg)	1205	1205	Unch
Chokar (50 kg)	683	683	Unch
Chokar (34 kg)	430	430	Unch
Chakki Atta (50kg)	965	965	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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