

Wheat Domestic Fundamentals:

- **Wheat cash market continues to trade steady to slightly lower on the** back of ample supply side through private and govt.'s channel. Millers have started buying from central pool stock as per their requirements. Private stockists too are releasing stock with diminishing possibility of firmness.
- **Market is well aware of emerging scenario that govt. has allocated** 10 million tonne wheat for OMSS for rest of the season, up to March,2015.It would ensure ample supply throughout the season and not allow market to move up beyond a certain level. Export opportunity has turned pale and Indian wheat remains uncompetitive.
- **According to IBIS (provisional data), export of wheat in the month of August** was 0.43 Lakh tonnes 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.
- **Recommendation by CACP for wheat MSP is most likely to be accepted by** the govt. for ensuing season 2015-16, starting from April,2015. Commission for Agricultural Costs and Prices has suggested to hike of Rs 50 per qtl for wheat to Rs 1450 .However, it will not impact current price of wheat as supply side would be at comfortable level.
- **As export disparity continues to hover in the range of \$30 to \$35 per tonne**, export volume is unlikely to improve in sept/Oct too. As lean season has started in India, no major fall from current level is expected in the third quarter of the year. India would be able to export some quantity in neighboring countries
- **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 stock in central pool as on 1st Sept.,2014 was registered at 354.98 lakh tonne** which is almost 2.5 times higher than 140 lakh tonne required on 1st October,2014 under buffer and strategic reserve.

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.

NCDEX Wheat Futures								Date:09:09:2014	
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

Wheat Daily Report

10th September, 2014

Spread	Sept-14	Oct-14	Nov-14	Dec-14
Spot				
Sept-14	35			
Oct-14		16		
Nov-14			19	

Stocks	Demat	In- Process	Total	FED
	08.9.2014	08.9.2014	08.9.2014	08.9.2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	8207	0	8207	8207
Rajkot	-	-	-	-

Wheat (CBOT) Future:

CBOT Futures Prices: Date: 08.09.14 (USD/T)							
CONTRACT MONTH	08 Sept 14	Week ago (09 Sep 2014)	1 Month ago (08 Aug 14)	3 Month ago (09 June 14)	6 Month ago (10 Mar 14)	1 Year ago (09 Sept 13)	% Change over previous year
14-Sep	196.01	199.68	201.79	229.53	240.37	243.95	-19.65
14-Dec	196.01	203.91	207.95	238.17	244.50	247.90	-20.93
15-Mar	202.35	210.70	215.02	245.42	246.71	250.84	-19.33
15-May	206.66	214.56	219.52	249.56	247.44	251.21	-17.73
15-Jul	210.15	217.13	221.91	252.04	244.87	249.83	-15.88
15-Sep	214.38	220.72	226.41	255.43	246.07	250.29	-14.35

Wheat Daily Prices and Arrivals on 09.9.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			9-Sep-14	08-Sep-14	
Delhi	Lawrence Road	Mill Delivery	1595	1590	5
	Narella	Mill Quality Loose	1490	Closed	-
	Nazafgarh	Mill Quality Loose	1510	1525	-15
Gujarat	Rajkot	Mill Delivery	1540	1510	30
	Ahmedabad	Mill Delivery	1640	1635	5
	Surat	Mill Delivery	1660	1650	10
M.P.	Bhopal	Lokwan	1525	Closed	-
	Indore	Mill Delivery	1600	Closed	-
Rajasthan	Kota	Mill Quality Loose	1475	Closed	-
		Mill Delivery	1550	Closed	-
U.P.	Kanpur	Mill Delivery	1555	1550	5

Wheat Daily Report

10th September, 2014

	Mathura	Mill Quality Loose	1450	1450	Unch
	Kosi	Mill Quality Loose	1460	1470	-10
	Hathras	Mill Quality Loose	1450	1450	Unch
	Aligarh	Mill Quality Loose	1435	1440	-5
Punjab	Khanna	Mill Quality Loose	1430	1410	20
	(Ludhiana).Jagraon	Mill Delivery	1530	1530	Unch
Haryana	Sirsa	Mill Delivery loose	1465	1465	Unch
	Hodal	Mill Delivery	1610	1580	30
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	1490	1485	5
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	1775	1815	-40
	Madurai	Mill Quality	1832	1872	-40
	Coimbatore	Mill Quality	1832	1872	-40
Bihar	Sitamari	Mill Delivery	1580	1580	Unch
	Khagariya	Mill Delivery	1600	NA	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1650	NA	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	1650	NA	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			9-Sep-14	8-Sep-14	
	Lawrence Road	Mill Delivery	8000	13000	-5000
	Narella	Mill Quality Loose	500	Closed	-
	Nazafgarh	Mill Quality Loose	400	500	-100
Gujarat	Rajkot	Mill Quality Loose	1200	2200	-1000
	Ahmedabad	Mill Delivery	NA	Closed	-
M.P.	Bhopal	Lokwan	NA	Closed	-
	Indore	Mill Quality Loose	2000	Closed	-
Rajasthan	Kota	Mill Quality	2000	Closed	-
U.P.	Kanpur	Mill Quality Loose	700	600	100
	Mathura	Mill Quality Loose	300	300	Unch
	Kosi	Mill Quality Loose	200	250	-50
	Hathras	Mill Quality Loose	100	80	20
	Aligarh	Mill Quality Loose	700	700	Unch
Punjab	Khanna	Mill Quality Loose	400	500	-100
	(Ludhiana).Jagraon	Mill Quality Loose	500	500	Unch
Haryana	Sirsa	Mill Quality Loose	200	100	100
	Hodal	Mill Quality Loose	100	150	-50
	Karnal	Mill Quality Loose	NA	NA	-

	Bhiwani	Mill Quality Loose	400	600	-200
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	9-Sep-14	8-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

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.