

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:12:09:2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Sep-14	23	1551	1551	1551	1551	10	-3400	1670	-40
Oct-14	-1	1560	1570	1550	1564	3410	--3770	6430	50
Nov-14	-6	1585	1585	1585	1585	30	100	610	0

Wheat Daily Report

15th 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
	12.9.2014	12.9.2014	12.9.2014	08.9.2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	8207	0	8207	8207
Rajkot	-	-	-	-

Wheat (CBOT) Future:

CBOT Futures Prices: Date: 12.09.14 (USD/T)							
CONTRACT MONTH	12 Sept 14	Week ago (04 Sep 2014)	1 Month ago (11 Aug 14)	3 Month ago (11 June 14)	6 Month ago (11 Mar 14)	1 Year ago (11 Sept 13)	% Change over previous year
14-Sep	183.06	192.98	200.78	220.99	247.17	244.96	-25.27
14-Dec	184.62	194.81	206.75	230.08	251.30	248.36	-25.67
15-Mar	191.05	202.07	213.55	237.52	253.23	250.93	-23.87
15-May	195.00	206.75	218.14	241.93	253.60	251.58	-22.49
15-Jul	198.03	209.97	220.44	243.77	250.38	251.03	-21.11
15-Sep	202.07	214.38	224.76	247.44	251.58	251.39	-19.62

Wheat Daily Prices and Arrivals on 13.9.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			13-Sep-14	12-Sep-14	
Delhi	Lawrence Road	Mill Delivery	1595	1595	Unch
	Narella	Mill Quality Loose	1515	1475	40
	Nazafgarh	Mill Quality Loose	1520	1515	5
Gujarat	Rajkot	Mill Delivery	1550	1550	Unch
	Ahmedabad	Mill Delivery	1670	1670	Unch
	Surat	Mill Delivery	1690	1695	-5
M.P.	Bhopal	Lokwan	1525	1500	25
	Indore	Mill Delivery	1600	1600	Unch
Rajasthan	Kota	Mill Quality Loose	Closed	1480	-
		Mill Delivery	Closed	1550	-
U.P.	Kanpur	Mill Delivery	1560	1555	5

Wheat Daily Report

15th September, 2014

	Mathura	Mill Quality Loose	1450	1450	Unch
	Kosi	Mill Quality Loose	1460	1460	Unch
	Hathras	Mill Quality Loose	1470	1450	20
	Aligarh	Mill Quality Loose	1440	1435	5
Punjab	Khanna	Mill Quality Loose	1430	1430	Unch
	(Ludhiana).Jagraon	Mill Delivery	1530	1530	Unch
Haryana	Sirsa	Mill Delivery loose	1460	1460	Unch
	Hodal	Mill Delivery	1610	1610	Unch
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	1500	1525	-25
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	1775	1775	Unch
	Madurai	Mill Quality	1832	1832	Unch
	Coimbatore	Mill Quality	1832	1832	Unch
Bihar	Sitamari	Mill Delivery	Closed	1600	-
	Khagariya	Mill Delivery	1600	1600	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality	Closed	1650	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	Closed	1650	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			13-Sep-14	12-Sep-14	
	Lawrence Road	Mill Delivery	8000	5000	3000
	Narella	Mill Quality Loose	400	400	Unch
	Nazafgarh	Mill Quality Loose	500	200	300
Gujarat	Rajkot	Mill Quality Loose	1000	1200	-200
	Ahmedabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	4000	2500	1500
Rajasthan	Kota	Mill Quality	Closed	3000	-
U.P.	Kanpur	Mill Quality Loose	700	700	Unch
	Mathura	Mill Quality Loose	200	300	-100
	Kosi	Mill Quality Loose	200	150	50
	Hathras	Mill Quality Loose	300	75	225
	Aligarh	Mill Quality Loose	500	700	-200
Punjab	Khanna	Mill Quality Loose	500	500	Unch
	(Ludhiana).Jagraon	Mill Quality Loose	300	NA	-
Haryana	Sirsa	Mill Quality Loose	100	200	-100
	Hodal	Mill Quality Loose	100	200	-100
	Karnal	Mill Quality Loose	NA	NA	-

	Bhiwani	Mill Quality Loose	500	300	200
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	13-Sep-14	12-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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