

Wheat Domestic Fundamentals:

- **Wheat prices slightly moved up in major cash market due to seasonal factors** and restricted arrivals from private ends during the week under review. Wheat FAQ in Delhi market moved up from Rs1580 to Rs 1615 per qtl. Wheat in Delhi is coming from Uttar Pradesh, mainly from Bulandshahar region and is being delivered at Rs 1600 per qtl. Loose price in Narela mandi is hovering in the range of Rs 1540 and an increase of Rs 25 per qtl. has been recorded in this market too. Arrival have decreased considerably and private millers have turned to FCI stock to fulfill their additional requirement.
- **Wheat prices in Madhya Pradesh have been steady at Rs 1600 per qtl.** While in Rajasthan it moved up from Rs 1550 to Rs 1580 per qtl. Wheat loading from Rajasthan to Bangalore has been reported at Rs 1840 per qtl on delivered basis. There is no rake loading for south India reported from M.P. this week. Fresh buying is expected from next week as Dashhara is round the corner and demand for wheat products is expected to increase. Major festival Dipawali too is in October so wheat demand would increase in the weeks ahead.
- **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.
- **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:

- **USDA has said in its latest release that global wheat production will touch** at 719.95 million tonne. It is .05 percent higher than August estimate. The reason of higher production estimate is mainly attributed to higher production in Ukraine and EU. Overall wheat stock will increase by 5.3 percent from last year.
- **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 is likely to trade steady to slightly weak.

NCDEX Wheat Futures								Date:25:09:2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Oct-14	-1.00	1588.00	1590.00	1586.00	1587.00	120	-1680.00	7030	-150.00
Nov-14	0.00	1581.00	1585.00	1580.00	1580.00	500	-680.00	2460	40.00
Dec-14	0.00	1598.00	1601.00	1598.00	1599.00	250	-710.00	1740	40.00

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

Stocks	Demat	In- Process	Total	FED
	24.9.2014	24.9.2014	24.9.2014	22.9.2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	7481	0	7481	7670
Rajkot	-	-	-	-

Wheat (CBOT) Future:

CBOT Futures Prices: Date: 24.09.14 (USD/T)							
CONTRACT MONTH	23 Sept 14	Week ago (17 Sep 2014)	1 Month ago (24 Aug 14)	3 Month ago (24 June 14)	6 Month ago (24 Mar 14)	1 Year ago (24 Sept 13)	% Change over previous year
14-Dec	176.44	519.75	199.31	224.94	262.51	667.00	-73.55
15-Mar	180.85	189.67	203.72	233.45	263.33	245.61	-26.36
15-May	184.07	193.71	210.98	237.80	265.81	247.54	-25.64
15-Jul	186.64	197.02	214.65	241.11	269.12	244.87	-23.78
15-Sep	190.96	201.52	217.59	245.24	271.05	246.71	-22.60
15-Dec	196.74	207.58	221.36	249.56	269.67	251.03	-21.62

Wheat Daily Prices and Arrivals on 25.9.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			25-Sep-14	24-Sep-14	
Delhi	Lawrence Road	Mill Delivery	1600	1600	Unch
	Narella	Mill Quality Loose	1530	Closed	-
	Nazafgarh	Mill Quality Loose	1540	Closed	-
Gujarat	Rajkot	Mill Delivery	1515	1550	-35
	Ahmedabad	Mill Delivery	1650	1680	-30
	Surat	Mill Delivery	1680	1700	-20
M.P.	Bhopal	Lokwan	Closed	Closed	-
	Indore	Mill Delivery	Closed	Closed	-

Rajasthan	Kota	Mill Quality Loose	Closed	1470	-
		Mill Delivery	Closed	1550	-
U.P.	Kanpur	Mill Delivery	1550	1555	-5
	Mathura	Mill Quality Loose	1460	1465	-5
	Kosi	Mill Quality Loose	1450	1480	-30
	Hathras	Mill Quality Loose	1485	1490	-5
	Aligarh	Mill Quality Loose	1440	Closed	-
Punjab	Khanna	Mill Quality Loose	1430	1430	Unch
	(Ludhiana)Jagraon	Mill Delivery	1560	1560	Unch
Haryana	Sirsa	Mill Delivery loose	1470	1465	5
	Hodal	Mill Delivery	1610	1610	Unch
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	1500	1510	-10
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	NA	1775	-
	Madurai	Mill Quality	NA	1832	-
	Coimbatore	Mill Quality	NA	1832	-
Bihar	Sitamari	Mill Delivery	NA	1610	-
	Khagariya	Mill Delivery	1600	1600	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality	NA	1650	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	NA	1650	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			25-Sep-14	24-Sep-14	
Delhi	Lawrence Road	Mill Delivery	8000	10000	-2000
	Narella	Mill Quality Loose	500	Closed	-
	Nazafgarh	Mill Quality Loose	500	Closed	-
Gujarat	Rajkot	Mill Quality Loose	900	1000	-100
	Ahmedabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	Closed	NA	-

	Indore	Mill Quality Loose	Closed	Closed	-
Rajasthan	Kota	Mill Quality	Closed	6000	-
U.P.	Kanpur	Mill Quality Loose	700	400	300
	Mathura	Mill Quality Loose	200	300	-100
	Kosi	Mill Quality Loose	150	200	-50
	Hathras	Mill Quality Loose	300	200	100
	Aligarh	Mill Quality Loose	500	Closed	-
Punjab	Khanna	Mill Quality Loose	500	500	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	1200	1050	150
Haryana	Sirsa	Mill Quality Loose	200	300	-100
	Hodal	Mill Quality Loose	150	150	Unch
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	200	500	-300
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	25-Sep-14	24-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.