

## Wheat Domestic Fundamentals:

- **Wheat prices were steady to slightly weak in major cash market due to lower demand and ample supply** from private end. Wheat FAQ in Delhi market moved up from Rs1580 to Rs 1600 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:29:09:2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Oct-14	-15	1595	1599	1573	1576	2,800	1,660	7,190	10
Nov-14	-12	1578	1581	1568	1568	550	-250	2,970	110
Dec-14	-6	1594	1594	1594	1594	10	-300	1,940	50

Spread	Sept-14	Oct-14	Nov-14	Dec-14
Spot				
Oct-14	24			
Nov-14		-8		
Dec-14			26	

Stocks	Demat	In- Process	Total	FED
	27.9.2014	27.9.2014	27.9.2014	22.9.2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	6983	0	6983	7670
Rajkot	-	-	-	-

## Wheat (CBOT) Future:

CBOT Futures Prices: Date: 26.09.14 (USD/T)							
CONTRACT MONTH	26 Sept 14	Week ago (22 Sep 2014)	1 Month ago(28 Aug 14)	3 Month ago(27 June 14)	6 Month ago(27 Mar 14)	1 Year ago(27 Sept 13)	% Change over previous year
14-Dec	174.24	175.16	210.06	225.12	269.03	256.08	-31.96
15-Mar	179.11	179.84	217.23	232.29	271.42	258.93	-30.83
15-May	182.60	183.33	220.72	236.79	270.68	259.75	-29.70
15-Jul	185.08	186.82	222.37	240.28	265.26	259.48	-28.67
15-Sep	189.21	191.87	225.40	244.32	266.18	261.04	-27.52
15-Dec	194.81	197.75	230.36	248.27	268.84	263.98	-26.20

## Wheat Daily Prices and Arrivals on 29.9.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			29-Sep-14	27-Sep-14	
Delhi	Lawrence Road	Mill Delivery	1600	1605	-5
	Narella	Mill Quality Loose	1520	1535	-15
	Nazafgarh	Mill Quality Loose	1535	1540	-5
Gujarat	Rajkot	Mill Delivery	1550	1525	25
	Ahmedabad	Mill Delivery	1675	1670	5
	Surat	Mill Delivery	1700	1690	10
M.P.	Bhopal	Lokwan	1600	1600	Unch
	Indore	Mill Delivery	1560	1575	-15

<b>Rajasthan</b>	Kota	Mill Quality Loose	1480	1480	Unch
		Mill Delivery	1550	1560	-10
<b>U.P.</b>	Kanpur	Mill Delivery	1560	1560	Unch
	Mathura	Mill Quality Loose	1470	1470	Unch
	Kosi	Mill Quality Loose	NA	NA	-
	Hathras	Mill Quality Loose	1480	1480	Unch
	Aligarh	Mill Quality Loose	NA	1440	-
<b>Punjab</b>	Khanna	Mill Quality Loose	1430	1430	Unch
	(Ludhiana)Jagraon	Mill Delivery	1560	1560	Unch
<b>Haryana</b>	Sirsa	Mill Delivery loose	1470	1470	Unch
	Hodal	Mill Delivery	1610	1610	Unch
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	1500	1500	Unch
	Panipat	Mill Quality Loose	NA	NA	-
<b>Tamil Nadu</b>	Chennai	Mill Quality	1775	1775	Unch
	Madurai	Mill Quality	1832	1832	Unch
	Coimbatore	Mill Quality	1832	1832	Unch
<b>Bihar</b>	Sitamari	Mill Delivery	1610	1610	Unch
	Khagariya	Mill Delivery	1610	1610	Unch
<b>FOR</b>	Kandla(Rajasthan-Kota)	Mill Quality	1625	1650	-25
	Gandhidham(Rajasthan-Kota)	Mill Quality	1625	1650	-25

Centre	Market	Variety	Arrivals (Bags/QtI)		Change
<b>Delhi</b>			<b>29-Sep-14</b>	<b>27-Sep-14</b>	
	Lawrence Road	Mill Delivery	7000	6000	1000
	Narella	Mill Quality Loose	500	400	100
	Nazafgarh	Mill Quality Loose	400	400	Unch
<b>Gujarat</b>	Rajkot	Mill Quality Loose	800	1000	-200
	Ahmedabad	Mill Delivery	1675	1670	5
<b>M.P.</b>	Bhopal	Lokwan	1600	1600	Unch

	Indore	Mill Quality Loose	5000	5000	Unch
<b>Rajasthan</b>	Kota	Mill Quality	7000	6000	1000
<b>U.P.</b>	Kanpur	Mill Quality Loose	600	700	-100
	Mathura	Mill Quality Loose	200	200	Unch
	Kosi	Mill Quality Loose	NA	NA	-
	Hathras	Mill Quality Loose	350	350	Unch
	Aligarh	Mill Quality Loose	NA	400	-
<b>Punjab</b>	Khanna	Mill Quality Loose	500	500	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
<b>Haryana</b>	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	100	150	-50
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	300	500	-200
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	29-Sep-14	27-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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