

Wheat Domestic Fundamentals:

- **Export opportunity of Indian wheat to other countries is lower** due FOB imparity. India Fob at Kandla port is around \$273-278/Tn as compare to Australia (\$264-267), U.S. (\$250-255) and Russia (\$230-235). In coming days domestic prices is going to increase due to increase demand by festive season therefore export is going to be on more lower side.
- **According to IBIS, export of wheat in the first week of October** was around 22 Thousand Mt. The major export destination of Indian wheat was UAE from Kandla port which accounted 20 thousand MT at an average FOB price of \$280.97/Tn .Other countries were Taiwan, Sri Lanka, Qatar, Bahrain, Malaysia and Philippines.
- **According to IBIS (provisional data), export of wheat in the month of September** was 0.52 Lakh tonnes which is around 70% less than last year at the same month, which was 1.79 Lakh tones in September 2013.The reason behind the lower export is attributed to disparity from other exporting countries like U.S.A., Russia and Ukraine.
- **Wheat prices were steady to 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 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.

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.

NCDEX Wheat Futures								Date:13:10:2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Oct-14	31	1601	1619	1601	1619	480	-5,360	3,080	-240
Nov-14	2	1593	1597	1585	1594	1,550	-3,360	7,390	670
Dec-14	13	1620	1621	1614	1621	420	330	2,420	310

Spread	Oct-14	Nov-14	Dec-14	
Spot				
Oct-14	-4			
Nov-14		-25		
Dec-14			27	

Stocks	Demat	In- Process	Total	FED
	12.10.2014	12.10.2014	12.10.2014	6.10.2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	6595	0	6595	6595
Rajkot	-	-	-	-

Wheat (CBOT) Future:

CBOT Futures Prices: Date: 10.10.14 (USD/T)							
CONTRACT MONTH	10 Oct 14	Week ago (01 Oct 2014)	1 Month ago(08 Sept 14)	3 Month ago(08 July 14)	6 Month ago(08 Apr 14)	1 Year ago(08 Oct 13)	% Change over previous year
14-Dec	183.15	175.98	196.01	213.18	261.59	262.60	-30.26
15-Mar	187.19	180.85	202.35	221.45	265.91	264.71	-29.29
15-May	189.30	184.16	206.66	227.15	268.48	264.34	-28.39
15-Jul	192.06	187.01	210.15	231.74	265.63	261.04	-26.43
15-Sep	196.19	191.32	214.38	236.05	266.73	262.51	-25.26
15-Dec	202.25	197.48	220.16	240.28	269.76	265.81	-23.91

Wheat Daily Prices and Arrivals on 13.10.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			13-Oct-14	12-Oct-14	
Delhi	Lawrence Road	Mill Delivery	1615	1615	Unch
	Narella	Mill Quality Loose	1550	1550	Unch
	Nazafgarh	Mill Quality Loose	1555	1555	Unch
Gujarat	Rajkot	Mill Delivery	1540	1550	-10
	Ahmedabad	Mill Delivery	1640	1625	15
	Surat	Mill Delivery	1660	1650	10
M.P.	Bhopal	Lokwan	1550	1550	Unch
	Indore	Mill Delivery	1555	1555	Unch
Rajasthan	Kota	Mill Quality Loose	1480	1480	Unch
		Mill Delivery	1570	1570	Unch
U.P.	Kanpur	Mill Delivery	1565	1550	15
	Mathura	Mill Quality Loose	1500	1500	Unch
	Kosi	Mill Quality Loose	1480	1450	30
	Hathras	Mill Quality Loose	1480	1465	15

	Aligarh	Mill Quality Loose	1480	1440	40
Punjab	Khanna	Mill Quality Loose	1450	1450	Unch
	Ludhiana (Jagraon)	Mill Delivery	1560	1560	Unch
Haryana	Sirsa	Mill Delivery loose	1480	1485	-5
	Hodal	Mill Delivery	NA	NA	-
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	1520	1520	Unch
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	1775	1800	-25
	Madurai	Mill Quality	1832	1857	-25
	Coimbatore	Mill Quality	1832	1857	-25
Bihar	Sitamari	Mill Delivery	1500	1500	Unch
	Khagariya	Mill Delivery	1600	1600	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality	NA	NA	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	NA	NA	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			13-Oct-14	12-Oct-14	
	Lawrence Road	Mill Delivery	6000	9000	-3000
	Narella	Mill Quality Loose	500	500	Unch
	Nazafgarh	Mill Quality Loose	300	300	Unch
Gujarat	Rajkot	Mill Quality Loose	1800	900	900
	Ahmedabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	1000	1000	Unch
	Indore	Mill Quality Loose	1000	1000	Unch
Rajasthan	Kota	Mill Quality	10000	8000	2000
U.P.	Kanpur	Mill Quality Loose	600	600	Unch
	Mathura	Mill Quality Loose	300	300	Unch
	Kosi	Mill Quality Loose	200	200	Unch
	Hathras	Mill Quality Loose	250	125	125
	Aligarh	Mill Quality Loose	500	200	300
Punjab	Khanna	Mill Quality Loose	700	700	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	NA	NA	-
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	200	500	-300
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi			13-Oct-14	12-Oct-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)	445	445	Unch
Chokar (34 kg)	965	965	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.