

Wheat Domestic Fundamentals:

- **As projected earlier by Agriwatch the Government** has increased the minimum support price of wheat by a nominal Rs 50 to Rs 1,450 a quintal this year. The rabi crops of this year will be marketed in 2015-16 starting April.
- **A price of wheat in major mundis remains steady today.** In the coming future, prices are going to be in the range bound as there is plenty of stock in the market to fulfill the demand side. 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).
- **According to IBIS, export of wheat in the last week of October was around 32 Thousand Mt.** The major export destination of Indian wheat was Algeria from kandla port which accounted 31.50 thousand MT at an average FOB price of \$359.21/Tn .Other countries were U.A.E, Malaysia and Philippines.
- **Wheat sowing in Northern India is likely to delay by 15-20 days** from normal schedule due to late harvesting of paddy crop in Punjab and Haryana. Wheat sowing in Punjab and Haryana normally starts in the mid of October but this year it will start by the end of October.
- **FCI has invited bids fir 1Lakh Tn wheat selling through tender in Haryana region** at reserve price of Rs 1500/quintal just to augment supply in the open market especially for the flour millers in the month of October. It will restrict open market from firming up in the near term. More tender for wheat selling is likely in the third quarter as government has to sell almost 10MMt wheat in the rest of the current marketing year.
- **Wheat stock in central pool warehouses was registered at 32.26 million T** on 01 October compared to 35.17 million T on 1st September 2014. The highest accumulated stock is in Punjab (12.36 million T) followed by Madhya Pradesh (6.62 million tonne) and Haryana (5.89 million Tonne) as on 01.10.2014.

International Market Update:

- **The International Grains Council raised its forecast for global wheat production** in 2014/15 to 718 million tonnes, up from a previous forecast of 717 million. Better production in CIS countries, the European Union and China is the main reason for increase in production estimate.
- **Unfavorable weather in key wheat-growing regions in Australia** could cause output to fall more than 5 percent from the country's official estimate for 2014/15.Lower wheat production in Australia would support global prices, which have firmed in recent weeks due to concern over the condition of the U.S. winter crop, which is behind schedule after wet weather.
- **Bangladesh to buy 250000 of wheat at \$297.50 a tonne cIf** in a government-to-government deal with Ukraine. The Bangladesh state grains purchasing agency plans to import a total of 900,000 tonnes of wheat in the financial year that started in July.
- **Glencore, Vitol and Mesopotamia got the tender to supply 2, 00,000 tonnes of milling wheat to Turkey** grain board. They got the tender in the range of \$262-\$268 a tonne c&f and have to deliver shipment between Oct. 25 to Nov. 20.. The wheat is likely to be sourced from a range of origins including Russia, Ukraine, the European Union and United States.
- **Russia got the latest tender of GASC's of 55,000 Tonne wheat** of 12.5 percent protein content at \$239.30 a tonne on a free-on-board basis (FOB).The tender has given the necessary support to the declining wheat prices in Russia; however it may further move southward as export demand is reducing due to price competitiveness.

Domestic market Outlook:

Wheat cash market is likely to trade steady to slightly weak.

NCDEX Wheat Futures								Date:31:10:2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Nov-14	-1	1580	1582	1579	1581	700	50	7,920	40
Dec-14	6	1623	1626	1617	1626	70	-320	3,900	-60
Jan-15	6	1630	1630	1630	1630	10	-30	270	0

Spread	Oct-14	Nov-14	Dec-14	
Spot				
Nov-14	39			
Dec-14		45		
Jan-15			4	

Stocks	Demat	In- Process	Total	FED
	30.10.2014	30.10.2014	30.10.2014	27.10.2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	6316	0	6316	6795
Rajkot	-	-	-	-

Wheat (CBOT) Future:

CBOT Futures Prices: Date: 30.10.14 (USD/T)							
CONTRACT MONTH	30 Oct 14	Week ago (23 Oct 2014)	1 Month ago(30 Sept 14)	3 Month ago(30 July 14)	6 Month ago(30 Apr 14)	1 Year ago(30 Oct 13)	% Change over previous year
14-Dec	196.93	193.53	212.27	201.89	272.89	258.56	-23.84
15-Mar	201.70	198.49	180.21	210.43	277.30	260.49	-22.57
15-May	204.64	201.34	183.24	215.57	278.95	260.67	-21.49
15-Jul	207.49	204.00	185.35	219.52	273.99	258.47	-19.72
15-Sep	211.35	207.49	189.39	223.93	274.91	260.03	-18.72
15-Dec	215.85	212.08	195.36	229.63	277.30	264.34	-18.35

Wheat Daily Prices and Arrivals on 31.10.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			31-Oct-14	30-Oct-14	
Delhi					
	Lawrence Road	Mill Delivery	1620	1617	3
	Narella	Mill Quality Loose	1580	1580	Unch
	Nazafgarh	Mill Quality Loose	1545	1540	5
Gujarat	Rajkot	Mill Delivery	Closed	Closed	-
	Ahmedabad	Mill Delivery	Closed	Closed	-
	Surat	Mill Delivery	Closed	Closed	-
M.P.	Bhopal	Lokwan	1651	1650	1
	Indore	Mill Delivery	1605	1605	Unch
Rajasthan	Kota	Mill Quality Loose	1490	1490	Unch
		Mill Delivery	1570	1570	Unch
U.P.	Kanpur	Mill Delivery	1575	1565	10
	Mathura	Mill Quality Loose	NA	NA	-
	Kosi	Mill Quality Loose	1480	1480	Unch
	Hathras	Mill Quality Loose	NA	1515	-

	Aligarh	Mill Quality Loose	1440	1450	-10
Punjab	Khanna	Mill Quality Loose	1450	1450	Unch
	(Ludhiana)Jagraon	Mill Delivery	1560	1560	Unch
Haryana	Sirsa	Mill Delivery loose	1485	1475	10
	Hodal	Mill Delivery	NA	NA	-
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	1560	1560	Unch
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	1825	1825	Unch
	Madurai	Mill Quality	1882	1882	Unch
	Coimbatore	Mill Quality	1882	1882	Unch
Bihar	Sitamari	Mill Delivery	Closed	Closed	-
	Khagariya	Mill Delivery	1625	1625	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality	NA	NA	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	NA	NA	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			31-Oct-14	30-Oct-14	
	Lawrence Road	Mill Delivery	5000	5000	Unch
	Narella	Mill Quality Loose	300	400	-100
	Nazafgarh	Mill Quality Loose	100	200	-100
Gujarat	Rajkot	Mill Quality Loose	Closed	Closed	-
	Ahmedabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	2500	3000	-500
Rajasthan	Kota	Mill Quality	5000	5000	Unch
U.P.	Kanpur	Mill Quality Loose	600	600	Unch
	Mathura	Mill Quality Loose	NA	NA	-
	Kosi	Mill Quality Loose	150	100	50
	Hathras	Mill Quality Loose	NA	150	-
	Aligarh	Mill Quality Loose	500	500	Unch
Punjab	Khanna	Mill Quality Loose	500	500	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	200	250	-50
	Hodal	Mill Quality Loose	NA	NA	-
	Karnal	Mill Quality Loose	NA	NA	-
	Bhiwani	Mill Quality Loose	200	200	Unch
	Panipat	Mill Quality Loose	NA	NA	-



Wheat Products Delhi	31-Oct-14	30-Oct-14	Change
Atta (50kg) Ordinary	985	985	Unch
Maida Grade 1 (90kg)	2202	2202	Unch
Maida Grade 1 (50KG)	1205	1205	Unch
Suji (50kg)	1205	1205	Unch
Chokar (50 kg)	723	723	Unch
Chokar (34 kg)	484	484	Unch
Chakki Atta (50kg)	1015	1015	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.