

### Wheat Domestic Fundamentals:

- With favorable weather wheat sowing commenced in states like MP and Gujarat last week and it is expected to begin in Punjab, Haryana and Rajasthan by the second week of November. Farmers in MP and Gujarat have covered almost 5 and 10 percent area so far.Wheat planting is almost delayed by a couple of week in Punjab Haryana and UP this year due to late harvesting of paddy .Despite late paddy harvesting area under wheat is unlike to decrease this year .
- According to IBIS, Wheat exports from India slightly increased from 0.52 to 0.59 Lakh tonne in October. Average Fob quote decreased from\$278.84 in September to \$276.86 per tonne in October. However, during the review period CBOT average quote increased from \$204.33 to \$222.94 per tonne. Export from India is bound to dip due to current disparity.US and Black Sea Region crops are cheaper and it would continue to hamper Indian export opportunity in the months ahead.
- South Indian traders and flour miller had purchased 12,000 tonnes of premium white wheat from Australia at \$310-315/tonne. They had purchased APW wheat which has a protein content of about 12 percent as the prices and transportation cost are lower than the domestic prices and logistics to reach wheat to south India.
- 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 to weak 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).
- 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.

#### **International Market Update:**

- Argentina's wheat is first hit by frost and now by strong rainfall which could cause an outbreak of disease in the crop. The crop is in an advanced stage of growth and these adverse conditions can effect in the final yield.
- Egypt had purchased 60,000 tonnes of wheat from France at \$260/tonne CiF which has to be delivered between 1-10 December. Till now from July 1st, Egypt has bought 1.955 million tonnes of wheat from the international market, in 2013-14 Egypt had purchased 5.46 million tonnes of wheat from abroad in addition to 3.7 million tonnes of local wheat.
- 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.

### **Domestic market Outlook:**

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

NCDEX Wheat Futures Date:08:11:2014							08:11:2014		
Contract	+/-	Open	High	Low	Close	Volume	Change	ΟΙ	Change
Nov-14	-	-	-	-	-	-	-	-	-
Dec-14	-	-	-	-	-	-	-	-	-
Jan-15	-	-	-	-	-	-	-	-	-



Spread	Oct-14	Nov-14	Dec-14	
Spot				
Nov-14				
Dec-14				
Jan-15				

Stocks	Demat	In- Process	Total	FED
	07.11.2014	07.11.2014	07.11.2014	4.11.2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	6316	0	6316	6316
Rajkot	-	-	-	-

### Wheat (CBOT) Future:

	CBOT Futures Prices: Date: 06.11.14 (USD/T)								
CONTRACT MONTH	06 Nov 14	Week ago (31 Oct 2014)	1 Month ago(06 Oct 14)	3 Month ago(04 Aug 14)	6 Month ago(06 May 14)	1 Year ago(06 Nov 13)	% Change over previous year		
14-Dec	191.14	195.64	180.58	215.57	279.59	252.95	-24.44		
15-Mar	195.46	200.51	184.99	222.46	283.63	254.98	- <b>23.3</b> 4		
15-May	198.21	203.26	188.20	226.96	285.19	254.88	-22.23		
15-Jul	200.60	205.84	191.32	229.26	278.49	252.86	-20.67		
15-Sep	204.09	209.60	195.92	232.93	279.22	254.42	-19.78		
15-Dec	209.05	214.19	201.61	237.80	281.70	259.57	-19.46		

## Wheat Daily Prices and Arrivals on 08.11.2014

Centre	Market	Variety	Prices (	Rs/Qtl)	Change
			11/8/2014	11/7/2014	
New Delhi	Lawrence Road	Mill Delivery	1625	1620	5
New Denn	Narella	Mill Quality(Loose)	1600	1590	10
	Nazafgarh	Mill Quality(Loose)	1550	1550	Unch
	Rajkot	Mill Delivery	1625	1600	25
Gujarat	Ahmedabad	Mill Delivery	1700	1720	-20
	Surat	Mill Delivery	1720	1710	10
Madhya	Bhopal	Lokwan	1625	1625	Unch
Pradesh	Indore	Mill Delivery	1610	1605	5
Rajasthan	Kota	Mill Quality(Loose)	1485	1485	Unch
Kajastilali	Nota	Mill Delivery	1625 1620   1600 1590   1550 1550   1625 1600   1700 1720   1720 1710   1625 1625   1610 1605   1485 1485   1560 1580   1570 1570   NA NA   1480 1480	-20	
	Kanpur	Mill Delivery	1570	1570	Unch
Uttar	Mathura	Mill Quality(Loose)	NA	NA	-
Pradesh	Kosi	Mill Quality(Loose)	1480	1480	Unch
	Hathras	Mill Quality(Loose)	1525	1525	Unch



	Aligarh	Mill Quality(Loose)	1430	1450	-20
Dunich	Khanna	Mill Quality(Loose)	1480	1480	Unch
Punjab	(Ludhiana)Jagraon	Mill Delivery	1560		Unch
	Sirsa	Mill Quality(Loose)	1490	1490	Unch
	Hodal	Mill Delivery	NA	NA	-
Haryana	Bhiwani	Mill Quality(Loose)	1530	1530	Unch
	Karnal	Mill Quality(Loose)	NA	NA	-
	Panipat	Mill Quality(Loose)	NA	1480 1560 1490 NA 1530 NA NA 1815 1872 1872 1872 1872 NA 1650 NA	-
	Chennai	Mill Quality(Loose)	1850	1815	35
Tamil Nadu	Madurai	Mill Quality(Loose)	1907	1872	35
	Coimbatore	Mill Quality(Loose)	1907	1872	35
Dillion.	Sitamari	Mill Delivery	NA	NA	-
Bihar	Khagariya	Mill Delivery	1650	1480 1560 1490 NA 1530 NA NA 1815 1872 1872 1872 NA 1650 NA	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality(Loose)	NA	NA	-
FOR	Gandhidham(Rajasthan-Kota)	Mill Quality(Loose)	NA	1480 1560 1490 NA 1530 NA NA 1815 1872 1872 1872 1872 NA 1650 NA	-

Centre	Market	Variety	Arrivals (	Bags/Qtl)	Change
			11/8/2014	11/7/2014	
New Delhi	Lawrence Road	Mill Delivery	6000	4000	2000
New Denn	Narella	Mill Quality(Loose)	400	400	Unch
	Nazafgarh	Mill Quality(Loose)	100	<b>11/7/2014</b> 4000	50
Cuionot	Rajkot	Mill Quality(Loose)	1100	1400	-300
Gujarat	Ahmedabad	Mill Delivery	NA	NA	-
Madhya	Bhopal	Mill Quality(Loose)	800	900	-100
Pradesh	Indore	Mill Quality(Loose)	2000	2000	Unch
Rajasthan	Kota	Mill Quality(Loose)	4000	4000	Unch
	Kanpur	Mill Quality(Loose)	600	600	Unch
**	Mathura	Mill Quality(Loose)	NA	NA	-
Uttar Pradesh	Kosi	Mill Quality(Loose)	100	100	Unch
1 i uucon	Hathras	Mill Quality(Loose)	400 400   100 50   1100 1400   NA NA   NA NA   NA 900   2000 2000   2000 2000   4000 4000   4000 4000   100 600   100 100   100 100   250 250   500 250   100 100   100 100   100 100   100 100   100 100   100 100   100 100   100 100   100 250   250 250   10 NA   NA NA   10 NA   10 100   10 100   10 100   10 100   10 100   10 <	Unch	
	Aligarh	Mill Quality(Loose)	500	250	250
Punjab	Khanna	Mill Quality(Loose)	800	800	Unch
Fulljab	(Ludhiana)Jagraon	Mill Quality(Loose)	NA	NA	-
	Sirsa	Mill Quality(Loose)	200	200	Unch
	Hodal	Mill Quality(Loose)	NA	NA	-
Haryana	Karnal	Mill Quality(Loose)	NA	NA	-
	Bhiwani	Mill Quality(Loose)	200	400	-200
	Panipat	Mill Quality(Loose)	NA	NA	-



Wheat Products Delhi	11/8/2014	11/7/2014	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)	733	733	Unch
Chokar (34 kg)	493	493	Unch
Chakki Atta (50kg)	1040	1040	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.