

Wheat Domestic Fundamentals:

- **According to IBIS, export of wheat in the second week of December** (08-14 Dec) was around .49 Thousand Mt. The major export destination of Indian wheat was UAE from Mundra port which accounted .12 thousand MT at an average FOB price of \$363.01/Tn .Other countries were Jordan and Malaysia.
- **Wheat stock in govt.'s granary on 01st December was recorded at 27.20 million tonne** against 30.13 million tonne on 1st November, 2014. India needs 8.2 million tonne wheat as buffer stock and 3 million tonne as strategic reserve as on 1st January, 2014.Actual holding with govt. is at comfortable stage and supply side would be ample throughout the season.
- **Wheat prices remain almost stable throughout the country** and no major upheavals are expected at this point of time. Recent rains in various wheat growing belts have ensured better growth of the standing crop especially in Punjab, Haryana, Uttar Pradesh and Rajasthan. Decreasing temperature in growing belt too is beneficial for the wheat crop.
- **As of now Wheat area has slightly decreased by around 4%** in comparison to last year till date .As per latest update by agriculture ministry wheat coverage during 2014-15 has been registered at 241.91 lakh hectares against corresponding period of 2013-14(251.32 lakh hectares).
- **Wheat sowing in lower land in Bihar is running smoothly** while 80 percent sowing in upper land is complete now. The early sowed crop has entered in sprouting stage and farmers are engaged in second irrigation and applying fertilizers to it. The crop condition is good and decreasing temperature in major growing belt is considered beneficial to all wheat crops either in till ring or sprouting stages .Area is likely to increase slightly this year under wheat as harvesting of paddy crop in upper and lower land finished 10 to 15 days earlier. One-two shower of light winter rains expected by next week may ensure better growth of the standing crop. Over all condition of wheat crop throughout the state is satisfactory so far.

International Market Update:

- **Egypt had purchased 180000 tonnes of wheat from Russia & France** at an average price of \$262.92/tonne CiF which has to be delivered between 11-20 January. Till now from July 1st, Egypt has bought 2.605 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.
- **Olam International offers the lowest bid at \$268.47 a tonne (CiF)** among 5 bidders to sell 50,000 tonnes of wheat to Bangladesh. Wheat has to be shipped within 40 days after the approval of Bangladesh purchase committee. Bangladesh is planning to import 900,000 tonnes of wheat in the current fiscal year starting from July that includes 250,000 tonnes of Ukrainian wheat at \$297.50 a tonne (CiF) and other port-related expenses in a government-to-government deal with Ukraine.
- **The U.S. Department of Agriculture on their latest report** raised its forecast for global wheat production with an increase in the Canada and Kazakhstan crop more than offset by cuts by global beginning stock.

Domestic market Outlook:

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

NCDEX Wheat Futures								Date:17:12:2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jan-15	4	1665	1673	1665	1672	700	240	2,450	450
Feb-15	6	1668	1674	1668	1674	170	110	2,230	90
Mar-15	0	1621	1621	1621	1621	0	-20	670	10

Spread	Oct-14	Nov-14	Dec-14	
Spot				
Jan-15	-42			
Feb-15		2		
Mar-15			-53	

Stocks	Demat	In- Process	Total	FED
	16.12.2014	16.12.2014	16.12.2014	15.12.2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	815	0	815	815
Rajkot	-	-	-	-

Wheat (CBOT) Future:

CBOT Futures Prices: Date: 16.12.14 (USD/T)							
CONTRACT MONTH	16 Dec 14	Week ago (09 Dec 2014)	1 Month ago(17 Nov 14)	3 Month ago(16 Sept 14)	6 Month ago(16 June 14)	1 Year ago(16 Dec 13)	% Change over previous year
14-Dec	228.98	215.20	203.45	188.38	231.19	242.39	-5.53
15-Mar	230.08	216.58	206.02	192.52	235.41	242.58	-5.15
15-May	229.99	217.59	208.50	195.82	237.43	239.91	-4.13
15-Jul	232.38	220.62	211.62	200.14	240.65	241.93	-3.95
15-Sep	236.24	224.48	215.76	206.11	245.33	246.07	-3.99
15-Dec	239.36	227.79	218.97	209.97	247.72	247.63	-3.34

Wheat Daily Prices and Arrivals on 17.12.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			12/17/2014	12/16/2014	
New Delhi					
	Lawrence Road	Mill Delivery	1630	1630	Unch
	Narella	Mill Quality(Loose)	Closed	1575	-
	Nazafgarh	Mill Quality(Loose)	Closed	1550	-
Gujarat	Rajkot	Mill Delivery	1670	1650	20
	Ahmedabad	Mill Delivery	1720	1700	20
	Surat	Mill Delivery	1755	1730	25
Madhya Pradesh	Bhopal	Lokwan	1700	1700	Unch
	Indore	Mill Delivery	1610	1610	Unch
Rajasthan	Kota	Mill Quality(Loose)	1525	1515	10
		Mill Delivery	1600	1600	Unch
Uttar Pradesh	Kanpur	Mill Delivery	1565	1565	Unch
	Mathura	Mill Quality(Loose)	NA	NA	-
	Kosi	Mill Quality(Loose)	1590	1600	-10

	Hathras	Mill Quality(Loose)	NR	NR	-
	Aligarh	Mill Quality(Loose)	Closed	NA	-
Punjab	Khanna	Mill Quality(Loose)	1450	1450	Unch
	(Ludhiana)Jagraon	Mill Delivery	1560	1560	Unch
Haryana	Sirsa	Mill Quality(Loose)	1490	1490	Unch
	Hodal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality(Loose)	1565	1570	-5
	Karnal	Mill Quality(Loose)	NA	NA	-
	Panipat	Mill Quality(Loose)	NA	NA	-
Tamil Nadu	Chennai	Mill Quality(Loose)	1825	1850	-25
	Madurai	Mill Quality(Loose)	1882	1907	-25
	Coimbatore	Mill Quality(Loose)	1882	1907	-25
Bihar	Sitamari	Mill Delivery	NR	1510	-
	Khagariya	Mill Delivery	1600	1600	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality(Loose)	NA	NA	-
	Gandhidham(Rajasthan-Kota)	Mill Quality(Loose)	NA	NA	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			12/17/2014	12/16/2014	
New Delhi	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality(Loose)	Closed	300	-
	Nazafgarh	Mill Quality(Loose)	Closed	100	-
Gujarat	Rajkot	Mill Quality(Loose)	1100	1200	-100
	Ahmedabad	Mill Delivery	NA	NA	-
Madhya Pradesh	Bhopal	Lokwan	700	700	Unch
	Indore	Mill Quality(Loose)	500	500	Unch
Rajasthan	Kota	Mill Quality(Loose)	4000	3000	1000
Uttar Pradesh	Kanpur	Mill Delivery	400	400	Unch
	Mathura	Mill Quality(Loose)	NA	NA	-
	Kosi	Mill Quality(Loose)	150	100	50
	Hathras	Mill Quality(Loose)	NR	NR	-
	Aligarh	Mill Quality(Loose)	Closed	NA	-
Punjab	Khanna	Mill Quality(Loose)	500	600	-100
	(Ludhiana)Jagraon	Mill Quality(Loose)	NA	NA	-
Haryana	Sirsa	Mill Quality(Loose)	300	300	Unch
	Hodal	Mill Quality(Loose)	NA	NA	-
	Bhiwani	Mill Quality(Loose)	200	300	-100
	Karnal	Mill Quality(Loose)	NA	NA	-
	Panipat	Mill Quality(Loose)	NA	NA	-



Wheat Products Delhi	12/17/2014	12/16/2014	Change
Atta (50kg) Ordinary	935	935	Unch
Maida Grade 1 (90kg)	2202	2202	Unch
Maida Grade 1 (50KG)	1205	1205	Unch
Suji (50kg)	1230	1230	Unch
Chokar (50 kg)	733	733	Unch
Chokar (34 kg)	490	490	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

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