

### Wheat Domestic Fundamentals:

- **As of now Wheat area has slightly decreased by around 2%** in comparison to last year till date .As per latest update by agriculture ministry wheat coverage during 2014-15 has been registered at 268.26 lakh hectares against corresponding period of 2013-14(273.12 lakh hectares).
- **With decreasing temperature and almost favorable weather in major wheat** growing areas wheat production is likely to improve this year despite lower sowed area in major states like Madhya Pradesh and Uttrakhand.
- **Lower wheat area coverage in Madhya Pradesh has been the major cause** of concern at this point of time and sowing has entered in the last phase here. So it would be very difficult to get recovery in overall wheat area in this state. Area under wheat in the state has been registered at 41.42 lakh ha against 48.89 lakh ha last year, almost 15 percent lower than last year. However, area under wheat in Rajasthan has increased by 5 percent till date. It is likely to compensate loss in Madhya Pradesh to some extent. Wheat area in Rajasthan has been 25 lakh ha so far.In other states progressive sowing is normal and crop condition is good to satisfactory till now.
- **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.

### 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:22:12:2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jan-15	7	1688	1697	1684	1697	790	10	2,990	-210
Feb-15	3	1652	1705	1652	1696	880	320	2,480	90
Mar-15	-1	1647	1658	1647	1652	100	-80	850	40

Spread	Oct-14	Nov-14	Dec-14	
Spot				
Jan-15	-17			
Feb-15		-1		
Mar-15			-44	

Stocks	Demat	In- Process	Total	FED
	20.12.2014	20.12.2014	20.12.2014	15.12.2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	864	0		815
Rajkot	-	-	-	-

### Wheat (CBOT) Future:

CBOT Futures Prices: Date: 19.12.14 (USD/T)							
CONTRACT MONTH	19 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	232.29	215.20	203.45	188.38	231.19	242.39	-4.17
15-Mar	233.30	216.58	206.02	192.52	235.41	242.58	-3.82
15-May	233.02	217.59	208.50	195.82	237.43	239.91	-2.87
15-Jul	235.60	220.62	211.62	200.14	240.65	241.93	-2.62
15-Sep	239.09	224.48	215.76	206.11	245.33	246.07	-2.84
15-Dec	241.01	227.79	218.97	209.97	247.72	247.63	-2.67

### Wheat Daily Prices and Arrivals on 20.12.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			12/22/2014	12/20/2014	
New Delhi					
	Lawrence Road	Mill Delivery	1680	1680	Unch
	Narella	Mill Quality(Loose)	1610	1595	15
	Nazafgarh	Mill Quality(Loose)	1600	1565	35
Gujarat	Rajkot	Mill Delivery	1700	1670	30
	Ahmedabad	Mill Delivery	1730	1730	Unch
	Surat	Mill Delivery	1760	1770	-10
Madhya Pradesh	Bhopal	Lokwan	Closed	1700	-
	Indore	Mill Delivery	Closed	1675	-
Rajasthan	Kota	Mill Quality(Loose)	1560	1555	5
		Mill Delivery	1650	1630	20
Uttar Pradesh	Kanpur	Mill Delivery	1575	1575	Unch
	Mathura	Mill Quality(Loose)	1560	1550	10

	Kosi	Mill Quality(Loose)	1600	1600	Unch
	Hathras	Mill Quality(Loose)	1495	NA	-
	Aligarh	Mill Quality(Loose)	1500	1500	Unch
Punjab	Khanna	Mill Quality(Loose)	1450	1450	Unch
	(Ludhiana)Jagraon	Mill Delivery	1560	1560	Unch
Haryana	Sirsa	Mill Quality(Loose)	1500	1500	Unch
	Hodal	Mill Delivery	1635	1635	Unch
	Bhiwani	Mill Quality(Loose)	1580	NA	-
	Karnal	Mill Delivery	1550	1550	Unch
	Panipat	Mill Quality(Loose)	NA	NA	-
Tamil Nadu	Chennai	Mill Quality(Loose)	1850	1850	Unch
	Madurai	Mill Quality(Loose)	1907	1907	Unch
	Coimbatore	Mill Quality(Loose)	1907	1907	Unch
Bihar	Sitamari	Mill Delivery	1500	1500	Unch
	Khagariya	Mill Delivery	1650	1650	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
New Delhi			12/22/2014	12/20/2014	
	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality(Loose)	200	400	-200
	Nazafgarh	Mill Quality(Loose)	200	100	100
Gujarat	Rajkot	Mill Quality(Loose)	1200	1200	Unch
	Ahmedabad	Mill Delivery	NA	NA	-
Madhya Pradesh	Bhopal	Lokwan	Closed	NA	-
	Indore	Mill Quality(Loose)	Closed	NA	-
Rajasthan	Kota	Mill Quality(Loose)	4000	5500	-1500
Uttar Pradesh	Kanpur	Mill Delivery	400	400	Unch
	Mathura	Mill Quality(Loose)	200	200	Unch
	Kosi	Mill Quality(Loose)	150	50	100
	Hathras	Mill	250	NA	-

		Quality(Loose)			
	Aligarh	Mill Quality(Loose)	100	100	Unch
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)	30	25	5
	Bhiwani	Mill Quality(Loose)	200	NA	-
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality(Loose)	NA	NA	-
Wheat Products Delhi			12/22/2014	12/20/2014	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)			748	748	Unch
Chokar (34 kg)			505	505	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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