

### Wheat Domestic Fundamentals:

- **According to IBIS, export of wheat in the third week of December** (15-21 Dec) was around 30 Thousand Mt. The major export destination of Indian wheat was Bangladesh from Kandla port which accounted 29 thousand MT at an average FOB price of \$823.74/Tn .Other countries were Taiwan and U.A.E.
- **Wheat stock in govt.'s granary on 15th December was recorded at 26.38 million** tonne against 27.20 million tonne on 1st December, 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.
- **Rake loading by private trade has decreased considerably in the second fortnight of December.** Fresh demand may be seen in the second week of January. Recent firmness in wheat market is due to seasonal factors. Farmers are engaged in sowing activities and arrivals from their end have decreased considerably. Demands in domestic market remain normal against lower supply. Flour millers may turn to central pool stock to meet their immediate demands.
- **Despite delayed sowing in lower land in Bihar and Uttar Pradesh crop condition** of standing crop is satisfactory so far. Decreasing temperature remains favorable for wheat crop and no major fall in production is expected at this point of time. Almost 80 percent sowing has been completed and one -two showers of winter rains may ensure better growth for sprouting stages.
- **During last two weeks coverage area under wheat has recovered considerably** on the back of favorable weather condition in major growing states. The considerable increase has been registered in Madhya Pradesh where it is now (46.82 lakh hectares) 103 percent in comparison to normal area (45.18 lakh hectares) of the state. However it is lagging behind by around 10 % from last year area (51.93 lakh hectares) coverage till 19 December. Overall wheat area coverage has reached 92% in comparison to normal area so far.

### International Market Update:

- **Russia imposes export duty on wheat that would amount to 15 percent** of the customs price plus 7.5 euros and would be no less than 35 euros (\$43) per tonne from Feb. 1 until June 30, 2015.Russian domestic wheat prices are very high due to weak currency and good export demand, so the export duty might lower domestic wheat prices by 15 percent so the government can replenish its stocks.
- **Romanian wheat was offered lowest at \$313.00 a tonne (CiF) in a tender from Iraq's** state grains board of at least 50,000 tonnes of hard wheat. The tender called for wheat only from the United States, Canada, Australia, Ukraine, Russia and Romania. No offers for Russian wheat were made after the Russian government imposed informal measures to restrain exports while others offer were Ukrainian at \$322.97, Australian at \$325.93, Canadian at \$331.65 and U.S. at \$333.87.
- **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.

### Domestic market Outlook:

Wheat cash market is likely to trade steady.

NCDEX Wheat Futures								Date:02:01:2015	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jan-15	3	1709	1714	1707	1714	390	140	2,070	-690
Feb-15	3	1710	1715	1708	1715	90	-150	2,440	20
Mar-15	1	1663	1666	1663	1666	20	-110	1,110	0

Spread	Oct-14	Nov-14	Dec-14	
Spot				
Jan-15	-34			
Feb-15		1		
Mar-15			-49	

Stocks	Demat	In- Process	Total	FED
	02.1.2015	02.1.2015	02.1.2015	29.12.2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	864	0	864	864
Rajkot	-	-	-	-

### Wheat (CBOT) Future:

CBOT Futures Prices: Date: 30.12.14 (USD/T)							
CONTRACT MONTH	30 Dec 14	Week ago (22 Dec 2014)	1 Month ago(28 Nov 14)	3 Month ago(30 Sept 14)	6 Month ago(30 June 14)	1 Year ago(30 Dec 13)	% Change over previous year
14-Dec	221.17	229.90	212.54	180.21	227.51	236.61	-6.52
15-Mar	222.64	231.19	214.75	183.24	232.29	236.97	-6.05
15-May	223.38	231.74	216.40	185.35	235.87	235.23	-5.04
15-Jul	225.86	234.22	219.15	189.39	239.91	237.62	-4.95
15-Sep	229.72	237.62	222.74	232.10	243.86	241.57	-4.90
15-Dec	231.28	238.53	226.13	236.15	245.97	243.77	-5.12

### Wheat Daily Prices and Arrivals on 03.01.2015

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			3-Jan-15	02-Jan-15	
Delhi					
	Lawrence Road	Mill Delivery	1680	1680	Unch
	Narella	Mill Quality Loose	NA	NA	-
	Nazafgarh	Mill Quality Loose	1625	1625	Unch
Gujarat	Rajkot	Mill Delivery	1730	1740	-10
	Ahmedabad	Mill Delivery	1790	1800	-10
	Surat	Mill Delivery	1820	1825	-5
M.P.	Bhopal	Lokwan	1750	1750	Unch
	Indore	Mill Delivery	1710	1710	Unch
Rajasthan	Kota	Mill Quality Loose	1600	1580	20
		Mill Delivery	1680	1650	30
U.P.	Kanpur	Mill Delivery	1590	1590	Unch
	Mathura	Mill Quality Loose	1600	1620	-20
	Kosi	Mill Quality Loose	1610	1600	10
	Hathras	Mill Quality Loose	1600	1600	Unch

	Aligarh	Mill Quality Loose	NA	1575	-
<b>Punjab</b>	Khanna	Mill Quality Loose	1510	1450	60
	(Ludhiana)Jagraon	Mill Delivery	1560	1560	Unch
<b>Haryana</b>	Sirsa	Mill Delivery loose	1500	1490	10
	Hodal	Mill Delivery	1680	1680	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1625	1625	Unch
	Panipat	Mill Quality Loose	NA	NA	-
<b>Tamil Nadu</b>	Chennai	Mill Quality	1850	1850	Unch
	Madurai	Mill Quality	1907	1907	Unch
	Coimbatore	Mill Quality	1907	1907	Unch
<b>Bihar</b>	Sitamari	Mill Delivery	NA	1520	-
	Khagariya	Mill Delivery	1800	1800	Unch
<b>FOR</b>	Kandla(Rajasthan-Kota)	Mill Quality	1725	1725	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1725	1725	Unch

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
<b>Delhi</b>			<b>3-Jan-15</b>	<b>2-Jan-15</b>	
	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality Loose	NA	NA	-
	Nazafgarh	Mill Quality Loose	NA	50	-
<b>Gujarat</b>	Rajkot	Mill Quality Loose	1600	800	800
	Ahmedabad	Mill Delivery	NA	NA	-
<b>M.P.</b>	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	500	500	Unch
<b>Rajasthan</b>	Kota	Mill Quality	2500	2000	500
<b>U.P.</b>	Kanpur	Mill Quality Loose	400	600	-200
	Mathura	Mill Quality Loose	100	NA	-
	Kosi	Mill Quality Loose	50	50	Unch
	Hathras	Mill Quality Loose	NA	NA	-
	Aligarh	Mill Quality Loose	NA	NA	-
<b>Punjab</b>	Khanna	Mill Quality Loose	700	300	400
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
<b>Haryana</b>	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	20	NA	-
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	200	200	Unch
	Panipat	Mill Quality Loose	NA	NA	-



Wheat Products Delhi	3-Jan-15	2-Jan-15	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

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