

Wheat Domestic Fundamentals:

- **Wheat stock in govt.'s granary on 01st January was recorded at 25.11 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.
- **According to IBIS (provisional data), export of wheat in the month of December** was 0.89 Lakh tones which is around 76% less than last year at the same month, which was 3.83 Lakh tones in 2013. The reason behind the lower export is attributed to disparity from other exporting countries like U.S.A., Russia and Ukraine.
- **Despite a marginal drop in acreage we can expect bumper harvest** if the weather holds for the next few weeks and the rainfall intensity does not increase suddenly. "The only thing that farmers need to be cautious about now is the stagnation of water in fields and the attack of yellow rust disease. If these two can be avoided, we should expect a bumper wheat harvest this year.
- **Early sown wheat crop in Punjab Haryana UP Rajasthan and Gujarat has completed 60 Days** and need third dose of urea. In some area farmers are thinking of second irrigation as crop has entered into sprouting stage. Crop in these states are rated good to excellent condition.
- **In patan district of Gujarat wheat prices are in the range of Rs 1930-1960/Quintal** which is coming from the private stock. Despite of good arrival from the private stock and demand from local millers is which is not push the prices down. Local millers may shift to government stock in near term once stocks in private hand stock get thinning. However wheat price from government warehouse too rule in the same range for ex mill.
- **Wheat crop in eastern Gujarat is in good condition** and standing crop is in sprouting stage as per Agriwatch team. Second irrigation is almost done in the region and we expect that better production prospects for coming season if weather sustain till harvesting.

International Market Update:

- **A cold snap across the United States raised concerns about damage** to the dormant winter wheat crop in many states, particularly in Illinois where the crop was hobbled by planting delays and USDA rated 24 percent of the wheat crop as good to excellent down from 56 percent. In Kansas, the top winter wheat producer, USDA said 49 percent of the crop was rated good to excellent, down from 61 percent.
- **Iraq's state grains board has purchased 200,000 tonnes of hard wheat** to be sourced from Canada, the United States and Australia. The purchase comprised 100,000 tonnes of Canadian wheat at \$331.65/tonne Cif, 50,000 tonnes of U.S. wheat at \$333.87/tonne Cif and 50,000 tonnes of Australian wheat at \$32.5.93/tonne Cif.
- **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.

Domestic market Outlook:

Wheat cash market is likely to trade steady .

NCDEX Wheat Futures								Date:12:01:2015	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jan-15	-6	1707	1707	1697	1705	870	390	2,010	-480
Feb-15	0	1718	1723	1706	1713	880	420	3,070	110
Mar-15	4	1671	1671	1666	1671	80	0	1,630	-10

Spread	Oct-14	Nov-14	Dec-14	
Spot				
Jan-15	-20			
Feb-15		8		
Mar-15			-42	

Stocks	Demat	In- Process	Total	FED
	10.1.2015	10.1.2015	10.1.2015	5.1.2015
Delhi	159	0	159	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	366	0	366	864
Rajkot	-	-	-	-

Wheat (CBOT) Future:

CBOT Futures Prices: Date: 09.01.15 (USD/T)							
CONTRACT MONTH	09 Jan 15	Week ago (05 Jan 2015)	1 Month ago (12 Dec 14)	3 Month ago (13 Oct 14)	6 Month ago (14 July 14)	1 Year ago (13 Jan 14)	% Change over previous year
15-Mar	207.12	216.40	222.83	189.95	213.73	227.88	-9.11
15-May	208.59	218.14	223.65	191.97	219.52	228.43	-8.69
15-Jul	210.34	218.97	223.29	194.63	223.56	227.24	-7.44
15-Sep	212.72	221.45	226.23	198.67	227.97	230.18	-7.58
15-Dec	216.67	224.94	230.36	204.55	233.12	233.67	-7.27
16-Mar	218.51	226.32	233.67	208.50	236.05	236.15	-7.47

Wheat Daily Prices and Arrivals on 12.1.2015

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			12-Jan-15	10-Jan-15	
Delhi	Lawrence Road	Mill Delivery	1685	1685	Unch
	Narella	Mill Quality Loose	1608	1605	3
	Nazafgarh	Mill Quality Loose	1640	1640	Unch
Gujarat	Rajkot	Mill Delivery	1725	1725	Unch
	Ahmedabad	Mill Delivery	1760	1760	Unch
	Surat	Mill Delivery	1780	1780	Unch
M.P.	Bhopal	Lokwan	1800	1800	Unch
	Indore	Mill Delivery	1720	1720	Unch
Rajasthan	Kota	Mill Quality Loose	1600	1600	Unch
		Mill Delivery	1670	1670	Unch
U.P.	Kanpur	Mill Delivery	1590	1590	Unch
	Mathura	Mill Quality Loose	1625	1650	-25
	Kosi	Mill Quality Loose	1650	1650	Unch
	Hathras	Mill Quality Loose	1585	NR	-

	Aligarh	Mill Quality Loose	1550	1535	15
Punjab	Khanna	Mill Quality Loose	1525	1525	Unch
	(Ludhiana)Jagraon	Mill Delivery	1560	1560	Unch
Haryana	Sirsa	Mill Delivery loose	1505	1505	Unch
	Hodal	Mill Delivery	1700	1700	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1630	1635	-5
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	1850	1850	Unch
	Madurai	Mill Quality	1907	1907	Unch
	Coimbatore	Mill Quality	1907	1907	Unch
Bihar	Sitamari	Mill Delivery	NA	Closed	-
	Khagariya	Mill Delivery	1800	1800	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1750	1750	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1750	1750	Unch

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			12-Jan-15	10-Jan-15	
	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality Loose	200	200	Unch
	Nazafgarh	Mill Quality Loose	100	100	Unch
Gujarat	Rajkot	Mill Quality Loose	500	200	300
	Ahmedabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	700	700	Unch
Rajasthan	Kota	Mill Quality	4000	4000	Unch
U.P.	Kanpur	Mill Quality Loose	400	400	Unch
	Mathura	Mill Quality Loose	50	100	-50
	Kosi	Mill Quality Loose	250	150	100
	Hathras	Mill Quality Loose	15	NR	-
	Aligarh	Mill Quality Loose	150	100	50
Punjab	Khanna	Mill Quality Loose	500	500	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	100	150	-50
	Hodal	Mill Quality Loose	50	20	30
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	300	200	100
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	12-Jan-15	10-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

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