

Wheat Domestic Fundamentals:

- **Despite lower area coverage(299.33lakh ha) under wheat so far production of wheat** is bound to increase this year due to favorable weather conditions throughout the main growing regions of north and central India. Crop Condition in Punjab, Haryana, Rajasthan, Bihar and Uttar Pradesh has been rated excellent so far. Decreasing temperature and high moisture level availability in the field provide good growth condition for the standing crop. Early sown varieties are now in panicle formation stages while late sown varieties are in sprouting stages.
- **Overall crop condition hints better yield this year** and overall production may touch 96 million tonnes this year given the normal weather condition. Last year, area under wheat was recorded at 304.25 lakh ha. Wheat sowing is almost over now and loss of around 4.5 lakh ha is likely to be compensated by higher yield this year.
- **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.
- **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.

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 to slightly weak.

NCDEX Wheat Futures								Date:13:01:2015	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jan-15	-33	1710	1710	1672	1672	500	-370	1,740	-270
Feb-15	-31	1707	1707	1681	1684	1,310	430	2,980	-90
Mar-15	-20	1666	1666	1645	1648	700	620	1,850	220

Spread	Oct-14	Nov-14	Dec-14	
Spot				
Jan-15	13			
Feb-15		12		
Mar-15			-36	

Stocks	Demat	In- Process	Total	FED
	12.1.2015	12.1.2015	12.1.2015	5.1.2015
Delhi	159	0	159	159
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	366	0	366	864
Rajkot	-	-	-	-

Wheat (CBOT) Future:

CBOT Futures Prices: Date: 12.01.15 (USD/T)							
CONTRACT MONTH	12 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	204.09	216.40	222.83	189.95	213.73	227.88	-10.44
15-May	205.74	218.14	223.65	191.97	219.52	228.43	-9.93
15-Jul	207.49	218.97	223.29	194.63	223.56	227.24	-8.69
15-Sep	209.88	221.45	226.23	198.67	227.97	230.18	-8.82
15-Dec	213.92	224.94	230.36	204.55	233.12	233.67	-8.45
16-Mar	215.94	226.32	233.67	208.50	236.05	236.15	-8.56

Wheat Daily Prices and Arrivals on 13.1.2015

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			13-Jan-15	12-Jan-15	
Delhi	Lawrence Road	Mill Delivery	1685	1685	Unch
	Narella	Mill Quality Loose	1610	1608	2
	Nazafgarh	Mill Quality Loose	1640	1640	Unch
Gujarat	Rajkot	Mill Delivery	NR	1725	-
	Ahmedabad	Mill Delivery	NR	1760	-
	Surat	Mill Delivery	NR	1780	-
M.P.	Bhopal	Lokwan	1800	1800	Unch
	Indore	Mill Delivery	1720	1720	Unch
Rajasthan	Kota	Mill Quality Loose	1590	1600	-10
		Mill Delivery	1670	1670	Unch
U.P.	Kanpur	Mill Delivery	1590	1590	Unch
	Mathura	Mill Quality Loose	1600	1625	-25
	Kosi	Mill Quality Loose	1650	1650	Unch
	Hathras	Mill Quality Loose	1585	1585	Unch
	Aligarh	Mill Quality Loose	1570	1550	20

Punjab	Khanna	Mill Quality Loose	1525	1525	Unch
	(Ludhiana).Jagraon	Mill Delivery	1560	1560	Unch
Haryana	Sirsa	Mill Delivery loose	Closed	1505	-
	Hodal	Mill Delivery	1680	1700	-20
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1625	1630	-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	1550	NA	-
	Khagariya	Mill Delivery	1850	1800	50
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			13-Jan-15	12-Jan-15	
	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality Loose	200	200	Unch
	Nazafgarh	Mill Quality Loose	150	100	50
Gujarat	Rajkot	Mill Quality Loose	NR	500	-
	Ahmedabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	800	700	100
Rajasthan	Kota	Mill Quality	4000	4000	Unch
U.P.	Kanpur	Mill Quality Loose	400	400	Unch
	Mathura	Mill Quality Loose	150	50	100
	Kosi	Mill Quality Loose	150	250	-100
	Hathras	Mill Quality Loose	NA	15	-
	Aligarh	Mill Quality Loose	400	150	250
Punjab	Khanna	Mill Quality Loose	500	500	Unch
	(Ludhiana).Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	NA	100	-
	Hodal	Mill Quality Loose	50	50	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	200	300	-100
	Panipat	Mill Quality Loose	NA	NA	-



Wheat Products Delhi	13-Jan-15	12-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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