

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:

- **Ukraine's Agriculture Ministry suggested traders to limit milling wheat exports** at 2 Lakh tones per month in January and February to keep as much wheat in stock as possible because it was uncertain how much the next harvest(in July) would yield. February exports of wheat from Ukraine ranged from 1.88 Lakh tonnes to 446,000 Lakh tonnes in the previous three years, with milling wheat comprising about half the total.
- **Russia besides imposing tax on wheat exports that amount to 15 percent** of the customs price plus 7.5 euros and will be no less than 35 euros (\$41) per tonne from Feb 01, 2015 until June 30, 2015 also taking informal measures to restrict wheat export like tougher and longer quality check and delays on getting the final documents needed from ports for loaded ships to set sail. Due to these informal restrictions traders are facing more problems to meet their contracts before the introduction of an export tax.
- **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.

Domestic market Outlook:

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

NCDEX Wheat Futures								Date:15:01:2015	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jan-15	32	1690	1690	1690	1690	10	-10	1,710	0
Feb-15	15	1670	1700	1659	1686	1,290	-180	2,850	40
Mar-15	11	1607	1661	1607	1654	310	-200	2,050	60

Spread	Oct-14	Nov-14	Dec-14	
Spot				
Jan-15	-25			
Feb-15		-4		
Mar-15			-32	

Stocks	Demat	In- Process	Total	FED
	14.1.2015	14.1.2015	14.1.2015	5.1.2015
Delhi	159	51	210	159
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	-	-	-	864
Rajkot	-	-	-	-

Wheat (CBOT) Future:

CBOT Futures Prices: Date: 13.01.15 (USD/T)							
CONTRACT MONTH	13 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	201.34	216.40	222.83	189.95	213.73	227.88	-11.65
15-May	202.80	218.14	223.65	191.97	219.52	228.43	-11.22
15-Jul	204.83	218.97	223.29	194.63	223.56	227.24	-9.86
15-Sep	207.58	221.45	226.23	198.67	227.97	230.18	-9.82
15-Dec	211.71	224.94	230.36	204.55	233.12	233.67	-9.39
16-Mar	213.83	226.32	233.67	208.50	236.05	236.15	-9.45

Wheat Daily Prices and Arrivals on 15.1.2015

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			15-Jan-15	14-Jan-15	
Delhi					
	Lawrence Road	Mill Delivery	1665	1660	5
	Narella	Mill Quality Loose	NA	Closed	-
	Nazafgarh	Mill Quality Loose	1640	Closed	-
Gujarat	Rajkot	Mill Delivery	1730	Closed	-
	Ahmedabad	Mill Delivery	1760	Closed	-
	Surat	Mill Delivery	1780	Closed	-
M.P.	Bhopal	Lokwan	Closed	1800	-
	Indore	Mill Delivery	Closed	1705	-
Rajasthan	Kota	Mill Quality Loose	1580	Closed	-
		Mill Delivery	1670	Closed	-
U.P.	Kanpur	Mill Delivery	1590	1590	Unch
	Mathura	Mill Quality Loose	1600	Closed	-
	Kosi	Mill Quality Loose	1650	Closed	-
	Hathras	Mill Quality Loose	1585	1585	Unch
	Aligarh	Mill Quality Loose	NR	Closed	-

Punjab	Khanna	Mill Quality Loose	1525	1525	Unch
	(Ludhiana).Jagraon	Mill Delivery	1560	1560	Unch
Haryana	Sirsa	Mill Delivery loose	1505	Closed	-
	Hodal	Mill Delivery	1680	1680	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1625	1625	Unch
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	1850	Closed	-
	Madurai	Mill Quality	1907	Closed	-
	Coimbatore	Mill Quality	1907	Closed	-
Bihar	Sitamari	Mill Delivery	Closed	1550	-
	Khagariya	Mill Delivery	1850	1850	Unch
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1725	Closed	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	1725	Closed	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			15-Jan-15	14-Jan-15	
	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality Loose	NA	Closed	-
	Nazafgarh	Mill Quality Loose	50	Closed	-
Gujarat	Rajkot	Mill Quality Loose	1200	Closed	-
	Ahmedabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	Closed	500	-
Rajasthan	Kota	Mill Quality	1500	Closed	-
U.P.	Kanpur	Mill Quality Loose	400	400	Unch
	Mathura	Mill Quality Loose	150	Closed	-
	Kosi	Mill Quality Loose	150	Closed	-
	Hathras	Mill Quality Loose	NA	NA	-
	Aligarh	Mill Quality Loose	NR	Closed	-
Punjab	Khanna	Mill Quality Loose	500	NA	-
	(Ludhiana).Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	200	Closed	-
	Hodal	Mill Quality Loose	100	15	85
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	200	200	Unch
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	15-Jan-15	14-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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