

### Wheat Domestic Fundamentals:

- **Cash wheat market stays steady to slightly weak this week** and is expected to trade range bound in the weeks ahead. Demand for wheat in domestic market is normal against adequate supply from central pool stock and private stockiest. Two - three holidays from Saturday will keep market activities at lower ebb and market may move range bound.
- **Wheat crop is in good condition throughout the growing regions** and bumper production seems into the cards. Crop size may cross 96 million tonne in normal condition. Ample stock in govt's granary, better production prospects and lower export demand would remain price limiting factors for wheat market in the rest week of Season.
- **According to IBIS, export of wheat in the third week of January** (12-18 Jan) was around 32.713 Thousand Mt. The major export destination of Indian wheat was Bangladesh from Kandla port which accounted 31.50 thousand MT at an average FOB price of \$281.05/Tn .Other countries were UAE and Malaysia.
- **Global wheat market has firmed up in last one month and downward correction** is unlikely at this point of time. Improved price in major exporting nations and the tax imposition on Russian export may go in favor of Indian wheat export in the months ahead. Export volume from India may increase now. However, Tough Challenge from EU, who supplies cheaper wheat at this point of time, lays ahead India. Wheat price in international market has increased by 20 percent in last one and a half month on increasing concern on Russian supply.
- **Indonesia, Vietnam, Malaysia and Bangladesh may resume buying from India** due to freight advantage over European cargoes. Southeast Asian buyers pay a freight rate of \$12-\$15 a tonne to get wheat from India against \$30 to get grain from Ukraine. India may start issuing tenders to sell wheat from reserves from February. Government stocks were at 25.1 million tonnes as of January 1, more than 2 times of required quantity.

### International Market Update:

- **Russia might consider banning the wheat exports** if informal trade restrictions already in place fail to benefit the economy as hoped as per a senior minister of Russia. Russia has imposed tougher quality monitoring and higher export tax on wheat as domestic prices of wheat is higher. It last banned wheat exports in 2010 after a drought.
- **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.

### Domestic market Outlook:

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

NCDEX Wheat Futures								Date:21:01:2015	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Feb-15	7	1677	1677	1664	1666	150	-90	3,170	-10
Mar-15	8	1625	1683	1619	1631	360	160	2,540	120
Apr-15	-5	1540	1540	1540	1540	10	0	230	0

Spread	Oct-14	Nov-14	Dec-14	
Spot				
Feb-15	-11			
Mar-15		-35		
Apr-15			-91	

Stocks	Demat	In- Process	Total	FED
	20.1.2015	20.1.2015	20.1.2015	19.1.2015
Delhi	674	0	674	421
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	-	-	-	-
Rajkot	-	-	-	-

### Wheat (CBOT) Future:

CBOT Futures Prices: Date: 20.01.15 (USD/T)							
CONTRACT MONTH	20 Jan 15	Week ago (15 Jan 2015)	1 Month ago (19 Dec 14)	3 Month ago (20 Oct 14)	6 Month ago (21 July 14)	1 Year ago (21 Jan 14)	% Change over previous year
15-Mar	197.29	195.73	232.29	193.34	212.08	223.29	-11.64
15-May	198.30	196.83	233.30	195.64	217.68	223.84	-11.41
15-Jul	199.96	198.40	233.02	198.03	222.55	221.45	-9.71
15-Sep	202.90	201.15	235.60	201.70	226.96	223.93	-9.39
15-Dec	207.12	205.47	239.09	206.57	232.47	226.96	-8.74
16-Mar	209.42	207.76	241.01	210.15	235.96	229.35	-8.69

### Wheat Daily Prices and Arrivals on 21.1.2015

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			21-Jan-15	20-Jan-15	
Delhi					
	Lawrence Road	Mill Delivery	1655	1655	Unch
	Narella	Mill Quality Loose	Closed	1590	-
	Nazafgarh	Mill Quality Loose	Closed	1640	-
Gujarat	Rajkot	Mill Delivery	1725	1725	Unch
	Ahmedabad	Mill Delivery	1750	1750	Unch
	Surat	Mill Delivery	1790	1790	Unch
M.P.	Bhopal	Lokwan	1650	Closed	-
	Indore	Mill Delivery	1690	Closed	-
Rajasthan	Kota	Mill Quality Loose	1570	Closed	-
		Mill Delivery	1670	Closed	-
U.P.	Kanpur	Mill Delivery	1580	NR	-
	Mathura	Mill Quality Loose	1600	1575	25
	Kosi	Mill Quality Loose	1630	1630	Unch
	Hathras	Mill Quality Loose	1625	NR	-
	Aligarh	Mill Quality Loose	Closed	1575	-

<b>Punjab</b>	Khanna	Mill Quality Loose	1540	1540	<b>Unch</b>
	(Ludhiana).Jagraon	Mill Delivery	1560	1560	<b>Unch</b>
<b>Haryana</b>	Sirsa	Mill Delivery loose	1505	1510	<b>-5</b>
	Hodal	Mill Delivery	1680	1680	<b>Unch</b>
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1625	1625	<b>Unch</b>
	Panipat	Mill Quality Loose	NA	NA	-
<b>Tamil Nadu</b>	Chennai	Mill Quality	1850	Closed	-
	Madurai	Mill Quality	1907	Closed	-
	Coimbatore	Mill Quality	1907	Closed	-
<b>Bihar</b>	Sitamari	Mill Delivery	1520	1520	<b>Unch</b>
	Khagariya	Mill Delivery	1850	1850	<b>Unch</b>
<b>FOR</b>	Kandla(Rajasthan-Kota)	Mill Quality	1725	Closed	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	1725	Closed	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
<b>Delhi</b>			<b>21-Jan-15</b>	<b>20-Jan-15</b>	
	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality Loose	Closed	250	-
	Nazafgarh	Mill Quality Loose	Closed	50	-
<b>Gujarat</b>	Rajkot	Mill Quality Loose	800	1200	<b>-400</b>
	Ahmedabad	Mill Delivery	NA	NA	-
<b>M.P.</b>	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	300	Closed	-
<b>Rajasthan</b>	Kota	Mill Quality	5000	Closed	-
<b>U.P.</b>	Kanpur	Mill Quality Loose	500	300	<b>200</b>
	Mathura	Mill Quality Loose	150	200	<b>-50</b>
	Kosi	Mill Quality Loose	100	100	<b>Unch</b>
	Hathras	Mill Quality Loose	250	NR	-
	Aligarh	Mill Quality Loose	Closed	100	-
<b>Punjab</b>	Khanna	Mill Quality Loose	NA	500	-
	(Ludhiana).Jagraon	Mill Quality Loose	NA	NA	-
<b>Haryana</b>	Sirsa	Mill Quality Loose	200	200	<b>Unch</b>
	Hodal	Mill Quality Loose	50	100	<b>-50</b>
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	200	300	<b>-100</b>
	Panipat	Mill Quality Loose	NA	NA	-



Wheat Products Delhi	21-Jan-15	20-Jan-15	Change
Atta (50kg) Ordinary	965	965	Unch
Maida Grade 1 (90kg)	2202	2202	Unch
Maida Grade 1 (50KG)	1205	1205	Unch
Suji (50kg)	1230	1230	Unch
Chokar (50 kg)	743	743	Unch
Chokar (34 kg)	499	499	Unch
Chakki Atta (50kg)	1015	1015	Unch
Chakki Atta (50kg) Special	NA	NA	-
Chakki Atta (90kg) Superfine	1861	1861	Unch
Chakki Atta (50kg) Superfine	NA	NA	-

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