

### Wheat Domestic Fundamentals:

- **The global wheat market gained in recent weeks considerably** on the back of likely imposition of export tax by Russia from 1st February, 2015. Besides, weather concern also lent support to global wheat market in recent days. Prices moved from around \$250 to \$280 per tonne in last one month. Recent gains in global wheat market have provided export opportunity for India once again. However cheaper supply from EU and prevailing higher prices in domestic market remain a major constraint for Indian exporters.
- **Wheat stock in govt.'s granary on 15th January** was recorded at 24.01 million tonne against 25.11 on 01st January. 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.
- **Wheat crop in major growing regions has been satisfactory so far** under favorable weather condition except Doaba region of Punjab and Karnal in Haryana, where news regarding spreading of yellow rust is surfacing on ground. As temperature remains at lower level at night and lack of sunshine in day may create congenial condition for yellow rust spread in Muktsar and Faridkot. Farmers in these areas, who have not adopted resistance varieties, need to be careful for next two-three weeks.
- **In some major growing area of Punjab and Haryana wheat leaves have turned pale** due to chill and foggy weather. Next two to three weeks are very crucial for ensuring better growth of the standing crop. Agriculture department expects better weather condition in the weeks ahead. Recent rains have increased hope of sunny days ahead and it hints towards bumper crop once again.
- **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.
- **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.

### International Market Update:

- **Algeria's state grains agency OAIC bought around 2.50 – 3.50 tonnes of milling wheat** at an average price of \$256/tonne (Cif) which has to be delivered in May. The origin is optional but it may come from France and Germany, according to a trader.
- **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.

### Domestic market Outlook:

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

NCDEX Wheat Futures								Date:23:01:2015	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Feb-15	5	1656	1661	1654	1661	140	-240	3,140	-20
Mar-15	9	1622	1635	1622	1633	270	130	2,630	90
Apr-15	22	1539	1555	1539	1554	40	-20	260	20

Spread	Oct-14	Nov-14	Dec-14	
Spot				
Feb-15	-1			
Mar-15		-28		
Apr-15			-79	

Stocks	Demat	In- Process	Total	FED
	22.1.2015	22.1.2015	22.1.2015	19.1.2015
Delhi	674	0	674	421
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	-	-	-	-
Rajkot	-	-	-	-

### Wheat (CBOT) Future:

CBOT Futures Prices: Date: 22.01.15 (USD/T)							
CONTRACT MONTH	22 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	196.10	195.73	232.29	193.34	212.08	223.29	-12.18
15-May	197.39	196.83	233.30	195.64	217.68	223.84	-11.82
15-Jul	198.67	198.40	233.02	198.03	222.55	221.45	-10.29
15-Sep	201.52	201.15	235.60	201.70	226.96	223.93	-10.01
15-Dec	205.84	205.47	239.09	206.57	232.47	226.96	-9.31
16-Mar	208.13	207.76	241.01	210.15	235.96	229.35	-9.25

### Wheat Daily Prices and Arrivals on 23.1.2015

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			23-Jan-15	22-Jan-15	
Delhi	Lawrence Road	Mill Delivery	1660	1660	Unch
	Narella	Mill Quality Loose	1580	NA	-
	Nazafgarh	Mill Quality Loose	1600	1625	-25
Gujarat	Rajkot	Mill Delivery	1700	1715	-15
	Ahmedabad	Mill Delivery	1740	1740	Unch
	Surat	Mill Delivery	1765	1780	-15
M.P.	Bhopal	Lokwan	1700	1650	50
	Indore	Mill Delivery	1650	1650	Unch
Rajasthan	Kota	Mill Quality Loose	1580	1580	Unch
		Mill Delivery	1680	1680	Unch
U.P.	Kanpur	Mill Delivery	1585	1585	Unch
	Mathura	Mill Quality Loose	1600	1600	Unch
	Kosi	Mill Quality Loose	1630	1630	Unch
	Hathras	Mill Quality Loose	NR	1625	-
	Aligarh	Mill Quality Loose	1600	NA	-

<b>Punjab</b>	Khanna	Mill Quality Loose	1540	1540	Unch
	(Ludhiana).Jagraon	Mill Delivery	1560	1560	Unch
<b>Haryana</b>	Sirsa	Mill Delivery loose	1505	1510	-5
	Hodal	Mill Delivery	1680	1680	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1620	1625	-5
	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	NA	-
	Khagariya	Mill Delivery	1850	1850	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>23-Jan-15</b>	<b>22-Jan-15</b>	
	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality Loose	100	NA	-
	Nazafgarh	Mill Quality Loose	150	100	50
<b>Gujarat</b>	Rajkot	Mill Quality Loose	1200	1400	-200
	Ahmedabad	Mill Delivery	NA	NA	-
<b>M.P.</b>	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	400	300	100
<b>Rajasthan</b>	Kota	Mill Quality	3500	3000	500
<b>U.P.</b>	Kanpur	Mill Quality Loose	400	400	Unch
	Mathura	Mill Quality Loose	50	NA	-
	Kosi	Mill Quality Loose	50	NA	-
	Hathras	Mill Quality Loose	NA	NA	-
	Aligarh	Mill Quality Loose	250	NA	-
<b>Punjab</b>	Khanna	Mill Quality Loose	500	NA	-
	(Ludhiana).Jagraon	Mill Quality Loose	NA	NA	-
<b>Haryana</b>	Sirsa	Mill Quality Loose	100	100	Unch
	Hodal	Mill Quality Loose	30	NA	-
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	400	200	200
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	23-Jan-15	22-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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