

Wheat Domestic Fundamentals:

- **Wheat cash market is likely to stay steady to slightly firm despite bumper crop** expectation and sufficient supply from central pool stock. Seasonal factors would remain supportive to some extent for the cash wheat market. Market may see lower supply of premium grade wheat. Milling grade may move range bound with slightly firm bias likely to continue.
- **According to IBIS, export of wheat in the fourth week of January (19-23 Jan)** was around 1138 MT. The major export destination of Indian wheat was China from Mundra port which accounted 648 MT at an average FOB price of \$309.95/Tn .Other countries were UAE and Jordan.
- **As of now Wheat area has slightly decreased by around 3%** in comparison to last year till date .As per latest update by agriculture ministry wheat coverage during 2014-15 has been registered at 305.6 lakh hectares against corresponding period of 2013-14(313.69 lakh hectares).
- **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.

International Market Update:

- **The Ukrainian government and traders have agreed that no more than 1.2 million tonnes** of Ukrainian milling wheat will be exported between Jan. 1 and June 30.The volume will fulfill all their export obligations in which sales of milling wheat will not exceed 900,000 tonnes in the first quarter in 2015 and 300,000 in the following three months.
- **They have taken this decision as Ukraine wheat demand will increase** and their domestic prices as well as Russia has restrained their wheat export. Ukraine harvested a record 24.1 million tonnes of wheat in 2014 and its domestic consumption does not exceed 12 million tones therefore the agreed memorandum will not allow wheat exports to exceed 12.8 million tonnes this season, which runs from July to June as they have exported around 8.5 million tonnes of wheat so far this season.
- **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.

Domestic market Outlook:

Wheat cash market is likely to move range bound.

NCDEX Wheat Futures								Date:30:01:2015	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Feb-15	-7	1652.00	1674.00	1652.00	1663.00	90	-770	3230	170
Mar-15	-3	1632.00	1640.00	1631.00	1639.00	180	-140	2780	150
Apr-15	-8	1554.00	1554.00	1524.00	1524.00	20	-80	354	-210

Spread	Feb-15	Mar-15	Apr-15	
Spot Delhi				
Feb-15	-2			
Mar-15		24		
Apr-15			-85	

Stocks	Demat	In- Process	Total	FED
	29.1.2015	29.1.2015	29.1.2015	26.1.2015
Delhi	674	0	674	421
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	-	-	-	-
Rajkot	-	-	-	-

Wheat (CBOT) Future:

CBOT Futures Prices: Date: 28.01.15 (USD/T)							
CONTRACT MONTH	29 Jan 15	Week ago (21 Jan 2015)	1 Month ago(29 Dec 14)	3 Month ago(27 Oct 14)	6 Month ago(28 July 14)	1 Year ago(27 Jan 14)	% Change over previous year
15-Mar	189.20	197.20	226.13	197.11	213.18	222.83	-14.48
15-May	191.15	198.40	227.42	199.87	218.51	223.20	-13.94
15-Jul	193.26	199.68	227.88	202.71	222.64	220.44	-11.92
15-Sep	196.39	202.53	230.45	206.39	227.05	222.74	-11.44
15-Dec	201.30	206.66	234.22	210.89	232.84	226.13	-10.85
16-Mar	204.09	208.96	235.69	214.29	236.24	228.52	-10.72

Wheat Daily Prices and Arrivals on 30.1.2015

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			30-Jan-15	29-Jan-15	
Delhi	Lawrence Road	Mill Delivery	1665	1660	5
	Narella	Mill Quality Loose	1575	1590	-15
	Nazafgarh	Mill Quality Loose	1615	1615	Unch
Gujarat	Rajkot	Mill Delivery	1675	1675	Unch
	Ahmedabad	Mill Delivery	1750	1725	25
	Surat	Mill Delivery	1775	1765	10
M.P.	Bhopal	Lokwan	1650	1625	25
	Indore	Mill Delivery	1610	1620	-10
Rajasthan	Kota	Mill Quality Loose	1540	1540	Unch
		Mill Delivery	1650	1650	Unch
U.P.	Kanpur	Mill Delivery	1570	1570	Unch
	Mathura	Mill Quality Loose	1640	1630	10
	Kosi	Mill Quality Loose	1610	1630	-20
	Hathras	Mill Quality Loose	Closed	1635	-

	Aligarh	Mill Quality Loose	1550	1575	-25
Punjab	Khanna	Mill Quality Loose	1530	1520	10
	(Ludhiana)Jagraon	Mill Delivery	1560	1560	Unch
Haryana	Sirsa	Mill Delivery loose	1515	1510	5
	Hodal	Mill Delivery	1680	1680	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1600	1600	Unch
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	1825	1825	Unch
	Madurai	Mill Quality	1882	1882	Unch
	Coimbatore	Mill Quality	1882	1882	Unch
Bihar	Sitamari	Mill Delivery	1550	1550	Unch
	Khagariya	Mill Delivery	1800	1850	-50
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1725	1725	Unch
	Gandhidham(Rajasthan-Kota)	Mill Quality	1725	1725	Unch

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			30-Jan-15	29-Jan-15	
	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality Loose	250	200	50
	Nazafgarh	Mill Quality Loose	100	100	Unch
Gujarat	Rajkot	Mill Quality Loose	900	1400	-500
	Ahmedabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	400	500	-100
Rajasthan	Kota	Mill Quality	4000	5000	-1000
U.P.	Kanpur	Mill Quality Loose	300	250	50
	Mathura	Mill Quality Loose	120	200	-80
	Kosi	Mill Quality Loose	100	150	-50
	Hathras	Mill Quality Loose	Closed	NA	-
	Aligarh	Mill Quality Loose	100	100	Unch
Punjab	Khanna	Mill Quality Loose	500	500	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	300	200	100
	Hodal	Mill Quality Loose	50	100	-50
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	200	200	Unch
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	30-Jan-15	29-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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