

### Wheat Domestic Fundamentals:

- **Wheat cash markets in India trades range bound and any jump from current level** is unlikely due to smooth supply side from central pool stock and virtually negligible demand for export. Besides, crop condition is satisfactory so far and better yield is expected this year on the back of favourable weather condition throughout the growing regions.
- **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.
- Tunisia continues to buy wheat to meet its requirement. Its grain agency has invited international tender for 1.17 lakh tonne for soft milling wheat. European trades have said that delivery for this wheat is sought in March and April. More tenders is expected in mid Feb-2015.Timing of delivery may vary depending on sourcing countries.

**Domestic market Outlook: Wheat cash market is likely to move range bound to slightly weak.**

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
	30.1.2015	30.1.2015	30.1.2015	26.1.2015
Delhi	674	0	674	421
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	-	-	-	-
Rajkot	-	-	-	-

### Wheat (CBOT) Future:

CBOT Futures Prices: Date: 27.01.15 (USD/T)							
CONTRACT MONTH	30-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	189.74	197.2	226.13	197.11	213.18	222.83	-14.43
15-May	191.25	198.4	227.42	199.87	218.51	223.2	-13.91
15-Jul	193.04	199.68	227.88	202.71	222.64	220.44	-11.88
15-Sep	196.15	202.53	230.45	206.39	227.05	222.74	-11.38
15-Dec	201.6	206.66	234.22	210.89	232.84	226.13	-10.8
16-Mar	203.51	208.96	235.69	214.29	236.24	228.52	-10.69

### Wheat Daily Prices and Arrivals on 31.1.2015

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			31-Jan-15	30-Jan-15	
Delhi	Lawrence Road	Mill Delivery	1665	1665	Unch
	Narella	Mill Quality Loose	1600	1575	25
	Nazafgarh	Mill Quality Loose	1615	1615	Unch
Gujarat	Rajkot	Mill Delivery	1660	1675	-15
	Ahmedabad	Mill Delivery	1740	1750	-10
	Surat	Mill Delivery	1765	1775	-10
M.P.	Bhopal	Lokwan	Closed	1650	-
	Indore	Mill Delivery	Closed	1610	-
Rajasthan	Kota	Mill Quality Loose	1520	1540	-20
		Mill Delivery	1600	1650	-50
U.P.	Kanpur	Mill Delivery	1570	1570	Unch
	Mathura	Mill Quality Loose	1630	1640	-10
	Kosi	Mill Quality Loose	1600	1610	-10
	Hathras	Mill Quality Loose	NR	Closed	-
	Aligarh	Mill Quality Loose	1575	1550	25
Punjab	Khanna	Mill Quality Loose	1530	1530	Unch

	(Ludhiana)Jagraon	Mill Delivery	1560	1560	Unch
<b>Haryana</b>	Sirsa	Mill Delivery loose	1515	1515	Unch
	Hodal	Mill Delivery	1680	1680	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1600	1600	Unch
	Panipat	Mill Quality Loose	NA	NA	-
<b>Tamil Nadu</b>	Chennai	Mill Quality	1825	1825	Unch
	Madurai	Mill Quality	1882	1882	Unch
	Coimbatore	Mill Quality	1882	1882	Unch
<b>Bihar</b>	Sitamari	Mill Delivery	Closed	1550	-
	Khagariya	Mill Delivery	1750	1800	-50
<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>31-Jan-15</b>	<b>30-Jan-15</b>	
	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality Loose	100	250	-150
	Nazafgarh	Mill Quality Loose	150	100	50
<b>Gujarat</b>	Rajkot	Mill Quality Loose	1100	900	200
	Ahmedabad	Mill Delivery	NA	NA	-
<b>M.P.</b>	Bhopal	Lokwan	Closed	NA	-
	Indore	Mill Quality Loose	Closed	400	-
<b>Rajasthan</b>	Kota	Mill Quality	4000	4000	Unch
<b>U.P.</b>	Kanpur	Mill Quality Loose	400	300	100
	Mathura	Mill Quality Loose	100	120	-20
	Kosi	Mill Quality Loose	200	100	100
	Hathras	Mill Quality Loose	NR	Closed	-
	Aligarh	Mill Quality Loose	50	100	-50
<b>Punjab</b>	Khanna	Mill Quality Loose	350	500	-150
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
<b>Haryana</b>	Sirsa	Mill Quality Loose	200	300	-100
	Hodal	Mill Quality Loose	50	50	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	200	200	Unch
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi		31-Jan-15	30-Jan-15	Change
Atta (50kg) Ordinary		965	965	Unch



Maida Grade 1 (90kg)	2202	2202	<b>Unch</b>
Maida Grade 1 (50KG)	1205	1205	<b>Unch</b>
Suji (50kg)	1230	1230	<b>Unch</b>
Chokar (50 kg)	743	743	<b>Unch</b>
Chokar (34 kg)	499	499	<b>Unch</b>
Chakki Atta (50kg)	1015	1015	<b>Unch</b>
Chakki Atta (50kg) Special	NA	NA	-
Chakki Atta (90kg) Superfine	1861	1861	<b>Unch</b>
Chakki Atta (50kg) Superfine	NA	NA	-

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