

Wheat Daily Report 18 February, 2015

Wheat Domestic Fundamentals:

- According to the state-wise target of wheat to be purchased from farmers during the Rabi marketing season, Punjab is expected to purchase 12 MMT of wheat in 2015-16 against 11.64 MMT in 2014-15 and Haryana 7 MMT in 2015-16 against 6.45 MMT in 2014-15. Procurement estimate for Madhya Pradesh is 6 MMT, Uttar Pradesh 3 MMT and Rajasthan 1.8 MMT. The targets were fixed at a meeting of food secretaries.
- The Inflation of wheat has increased to -1.63% in the month of January as compare to -2.46% in the month of December.WPI has increased to 216.6 in January as compare to 214.5 in the month of December.
- New wheat crop in Ahmadabad region of Gujarat is in good condition and is expected to hit the market by 2-3 rd week of March. However, arrival of old crop is very low and is around 1000-1500 bags. Prices of good quality wheat like lokwan is moving in the range of Rs 1750-1800/ quintal and mill quality around Rs 11650-1700/ quintal.
- According to IBIS, export of Indian wheat in the first week of February (02-08 Feb) was around 958 MT at an average FoB price of \$316.34/tonne. The major export destination of Indian wheat was UAE from Mundra port which accounted 306 MT at an average FOB price of \$305.96.10/Tn .Other major countries were Philippines and Taiwan.
- Wheat stock in central pool was registered at 220.14 Lakh tonne against the required buffer norm of74.60 Lakh tonne as on 1st April, 2015. The government has revised its buffer norms for wheat and rice on 22.01 2015. Agriwatch expects three million tonne more off take from central pool stock by the end of March, 2015. This means the new season would start with 19 million tonne wheat carry out. As bumper crop is on the card this season government would easily meet procurement target of 30 million tonne. As crop size is expected to be larger, supply side would remain at comfortable level.
- According to IBIS (provisional data), export of wheat in the month of January was 0.35 Lakh tones which is around 93% less than last year at the same month, which was 5.65 Lakh tones in 2014. The reason behind the lower export is attributed to disparity from other exporting countries like U.S.A., EU and Australia.

International Market Update:

- Korea's largest feed maker, Nonghyup Feed Inc. (NOFI), purchased 55,000 tonnes of feed wheat at \$233.80/ tonne c&f plus a \$1.25 a tonne surcharge for additional port unloading for June shipment .The wheat can be sourced from the Black Sea region, United States, Canada, Australia, or India .
- South Korean Flour Miller CJ Cheiljedang Corporation had purchased different types of wheat from U.S. and Australia as per their requirement. They had purchased 47,000 tonnes of U.S. wheat at an average FoB price of \$302.36/ tonne for June shipment and 50,000 tonnes of Australian wheat at an average FoB price of \$252.17/ tonne for July shipment.
- Australia raises its wheat production estimate around 2% from its December estimate of 23.22 million tonnes to 23.61 million tonnes. It raises its estimate due to timely rains in key growing regions of wheat like Queensland and New South Wales which may increase the yield prospects. Australia wheat may be hitting the market from April onwards; this may impact Indian wheat export negatively as buyers may shift towards them due to price disparity.
- **France became one of the largest wheat suppliers to Egypt** due to Russia restriction on export and FoB advantage from USA. France FoB is in the range of \$205-15 /tonne against \$230-40 of USA. France exported around 2.32 Lakh tonnes of wheat in December to Egypt totaling to 7.76 Lakh tonne in 2014-15 marketing season which is more than four times the amount seen in the same period in 2013/14.

Domestic market Outlook: Wheat cash market is likely to move steady to weak.

NCDEX Wheat Futures Date:17:02:2015								17:02:2015	
Contract	+/-	Open	High	Low	Close	Volume	Change	ΟΙ	Change
Feb-15	-	-	-	-	-	-	-	-	-
Mar-15	-	-	-	-	-	-	-	-	-
Apr-15	-	-	-	-	-	-	-	-	-



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Spread	Feb-15	Mar-15	Apr-15	
Spot Delhi				
Feb-15				
Mar-15				
Apr-15				

Stocks	Demat	In- Process	Total	FED
	14.2.2015	14.2.2015	14.2.2015	09.2.2015
Delhi	-	-	-	674
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	250	0	250	-
Rajkot	-	-	-	-

Wheat (CBOT) Future:

CBOT Futures Prices: Date: 13.02.15 (USD/T)								
CONTRACT MONTH	13-Feb-15	Week ago (06 Feb 2015)	1 Month ago(13 Jan 15)	3 Month ago(13 Nov 14)	6 Month ago(13 Aug 14)	1 Year ago(13 Feb 14)	% Change over previous year	
15-Mar	195.82	193.62	201.34	204.27	207.86	230.83	-15.17	
15-May	194.45	198.03	202.80	206.66	212.63	231.19	-15.89	
15-Jul	195.55	195.18	204.83	208.87	216.21	229.17	-14.67	
15-Sep	198.30	197.94	207.58	212.17	220.90	231.19	-14.22	
15-Dec	202.99	202.35	211.71	216.40	226.59	234.68	-13.50	
16-Mar	205.74	205.10	213.83	219.52	230.36	236.88	-13.14	

Wheat Daily Prices and Arrivals on 17.2.2015

Centre	Market	Variety	Prices	(Rs/Qtl)	Change
			17-Feb-15	16-Feb-15	
Delhi	Lawrence Road	Mill Delivery	Closed	1680	-
Denn	Narella	Mill Quality Loose	Closed	1610	-
Γ	Nazafgarh	Mill Quality Loose	Closed	1620	-
	Rajkot	Mill Delivery	Closed	1550	-
Gujarat	Ahmedabad	Mill Delivery	Closed	1680	-
Γ	Surat	Mill Delivery	Closed	1715	-
МВ	Bhopal	Lokwan	Closed	1650	-
М.Р.	Indore	Mill Delivery	Closed	1570	-
Dejecther	Kota	Mill Quality Loose	Closed	1500	-
Rajasthan	Kota	Mill Delivery	Closed	1600	-
	Kanpur	Mill Delivery	1580	1580	Unch
U.P.	Mathura	Mill Quality Loose	1550	1550	Unch
U.P.	Kosi	Mill Quality Loose	1560	1560	Unch
	Hathras	Mill Quality Loose	Closed	1530	-



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	Aligarh	Mill Quality Loose	NR	NR	-
Duniah	Khanna	Mill Quality Loose	Closed	1530	-
Punjab	(Ludhiana)Jagraon	Mill Delivery	Closed	1560	-
	Sirsa	Mill Delivery loose	1510	1515	-5
	Hodal	Mill Delivery	1660	1660	Unch
Haryana	Karnal	Mill Delivery	NA	NA	-
•	Bhiwani	Mill Quality Loose	1615	1610	5
	Panipat	Mill Quality Loose	NA	ed 1530 ed 1560 o 1515 o 1660 A NA 5 1610 A NA ed 1800 ed 1857 ed 1857 ed 1600 o 1650 ed 1700	-
	Chennai	Mill Quality	Closed	1800	-
Tamil Nadu	Madurai	Mill Quality	Closed	1857	-
Tuuu	Coimbatore	Mill Quality	Closed	1857	-
Bihar	Sitamari	Mill Delivery	Closed	1600	-
Dillar	Khagariya	Mill Delivery	1700	1650	50
FOR	Kandla(Rajasthan-Kota)	Mill Quality	Closed	1700	-
FOR	Gandhidham(Rajasthan-Kota)	Mill Quality	Closed	Closed 1530 Closed 1560 1510 1515 1660 1660 NA NA 1615 1610 NA NA Closed 1800 Closed 1857 Closed 1857 Closed 1600 1700 1650 Closed 1700	-

Centre	Market	Variety	Arrivals ((Bags/Qtl)	Change
			17-Feb-15	16-Feb-15	
Delhi	Lawrence Road	Mill Delivery	Closed	NA	-
Denn	Narella	Mill Quality Loose	Closed	250	-
	Nazafgarh	Mill Quality Loose	Closed	100	-
Gujarat	Rajkot	Mill Quality Loose	Closed	1800	-
Gujarat	Ahmedabad	Mill Delivery	Closed	1500	-
M.P.	Bhopal	Lokwan	Closed	NA	-
MI.F.	Indore	Mill Quality Loose	Closed	500	-
Rajasthan	Kota	Mill Quality	Closed	3000	-
	Kanpur	Mill Quality Loose	500	500	Unch
	Mathura	Mill Quality Loose	100	300	-200
U.P.	Kosi	Mill Quality Loose	100	100	Unch
	Hathras	Mill Quality Loose	Closed	20	-
	Aligarh	Mill Quality Loose	NR	NR	-
Dunich	Khanna	Mill Quality Loose	Closed	1200	-
Punjab	(Ludhiana)Jagraon	Mill Quality Loose	Closed	NA	-
	Sirsa	Mill Quality Loose	100	200	-100
I T	Hodal	Mill Quality Loose	50	50	Unch
Haryana	Karnal	Mill Delivery	NA	NA	-
I T	Bhiwani	Mill Quality Loose	200	200	Unch
	Panipat	Mill Quality Loose	NA	NA	-



Wheat Products Delhi	17-Feb-15	16-Feb-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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