

Wheat Domestic Fundamentals:

- **New wheat crop in Swarashtra region of Gujarat is expected to hit the market** by 20th February followed by Madhya Pradesh wheat. New arrival, lower export demand and continuous wheat release from central pool stock would not allow market to go for any bull run. However, wheat crop size in Gujarat is smaller and it would not impact wheat prices in other states.
- **New wheat crop is arriving in Jamnagar region of Gujarat** .Common grade variety is in the range of Rs1625-1650/ quintal and Tukda variety in the range of Rs 1675-1700/quintal. However, arrival is low which is around 300-400 bags. Overall crop condition in the region is good and farmers are expecting greater yield of wheat this year as compare to last year.
- **According to IBIS, export of Indian wheat in the second week of February (09-15 Feb)** was around 2235 MT at an average FoB price of \$329.44/tonne. The major export destination of Indian wheat was UAE from Mundra port which accounted 1333 MT at an average FOB price of \$333.08/Tn .Other major countries were Malaysia and China.
- **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.

International Market Update:

- **US wheat futures rose to near a month high due to heavy snow** across some key wheat producing states. Heavy snowfall and ice moving eastward from the Southern Plains pounded Missouri, Arkansas, southern Illinois, Tennessee, Kentucky, Indiana and Ohio.
- **Bangladesh's state grains buyer received the lowest offer of \$247.95/tonne CIF** for 50,000 tonne with 10 percent protein content from Agrocorp and another lowest offer of \$263.25 /tonne CIF for 50,000 tonne with 12.5 percent protein content from Glencore. The offers must remain valid until March 1 and has to be shipped within 40 days after contract signing.
- **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.

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

NCDEX Wheat Futures								Date:19:02:2015	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Feb-15	14	1625	1639	1620	1630	220	160	2,030	-300
Mar-15	-4	1595	1602	1576	1579	740	-2,300	5,310	40
Apr-15	-10	1480	1482	1476	1478	50	-180	1,110	-10

Spread	Feb-15	Mar-15	Apr-15	
Spot Delhi				
Feb-15	50			
Mar-15		-51		
Apr-15			-101	

Stocks	Demat	In- Process	Total	FED
	18.2.2015	18.2.2015	18.2.2015	17.2.2015
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	652	949	1601	250
Rajkot	-	-	-	-

Wheat (CBOT) Future:

CBOT Futures Prices: Date: 18.02.15 (USD/T)							
CONTRACT MONTH	18-Feb-15	Week ago (12 Feb 2015)	1 Month ago (20 Jan 15)	3 Month ago (20 Nov 14)	6 Month ago (20 Aug 14)	1 Year ago (13 Feb 14)	% Change over previous year
15-Mar	193.90	191.51	197.29	202.99	208.96	237.80	-18.46
15-May	192.43	190.96	198.30	205.47	213.09	237.98	-19.14
15-Jul	193.25	191.97	199.96	207.40	215.76	234.95	-17.75
15-Sep	196.19	194.63	202.90	210.61	220.26	236.88	-17.18
15-Dec	200.69	199.59	207.12	214.93	225.49	240.00	-16.38
16-Mar	203.45	202.53	209.42	218.05	228.80	242.21	-16.00

Wheat Daily Prices and Arrivals on 19.2.2015

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			19-Feb-15	18-Feb-15	
Delhi					
	Lawrence Road	Mill Delivery	1680	1680	Unch
	Narella	Mill Quality Loose	1610	Closed	-
	Nazafgarh	Mill Quality Loose	1625	Closed	-
Gujarat	Rajkot	Mill Delivery	1550	1550	Unch
	Ahmedabad	Mill Delivery	1620	1640	-20
	Surat	Mill Delivery	1650	1680	-30
M.P.	Bhopal	Lokwan	1600	Closed	-
	Indore	Mill Delivery	1570	Closed	-
Rajasthan	Kota	Mill Quality Loose	1500	Closed	-
		Mill Delivery	1600	Closed	-
U.P.	Kanpur	Mill Delivery	1560	1575	-15
	Mathura	Mill Quality Loose	1550	1535	15
	Kosi	Mill Quality Loose	1530	1550	-20
	Hathras	Mill Quality Loose	Closed	1525	-

	Aligarh	Mill Quality Loose	1500	Closed	-
Punjab	Khanna	Mill Quality Loose	1550	1530	20
	(Ludhiana)Jagraon	Mill Delivery	1560	1560	Unch
Haryana	Sirsa	Mill Delivery loose	1512	1515	-3
	Hodal	Mill Delivery	1660	1660	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1630	1625	5
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	1800	Closed	-
	Madurai	Mill Quality	1857	Closed	-
	Coimbatore	Mill Quality	1857	Closed	-
Bihar	Sitamari	Mill Delivery	1610	1610	Unch
	Khagariya	Mill Delivery	1650	1700	-50
FOR	Kandla(Rajasthan-Kota)	Mill Quality	1700	Closed	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	1700	Closed	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			19-Feb-15	18-Feb-15	
	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality Loose	400	Closed	-
	Nazafgarh	Mill Quality Loose	100	Closed	-
Gujarat	Rajkot	Mill Quality Loose	900	2000	-1100
	Ahmedabad	Mill Delivery	NA	1500	-
M.P.	Bhopal	Lokwan	NA	Closed	-
	Indore	Mill Quality Loose	500	Closed	-
Rajasthan	Kota	Mill Quality	2500	Closed	-
U.P.	Kanpur	Mill Quality Loose	500	500	Unch
	Mathura	Mill Quality Loose	300	100	200
	Kosi	Mill Quality Loose	100	150	-50
	Hathras	Mill Quality Loose	Closed	60	-
	Aligarh	Mill Quality Loose	200	Closed	-
Punjab	Khanna	Mill Quality Loose	500	500	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	100	200	-100
	Hodal	Mill Quality Loose	100	100	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	400	200	200
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	19-Feb-15	18-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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