

Wheat Domestic Fundamentals:

- **According to IBIS, export of Indian wheat in the third week of February** (16-22 Feb) was around 811 MT at an average FoB price of \$297.13/tonne. The major export destination of Indian wheat was UAE from Mundra port which accounted 388 MT at an average FOB price of \$298.88/Tn .Other major countries were Malaysia and Oman.
- **New wheat crop in Ganganagar region of Rajasthan** is expected to hit the market by first week of April. Wheat area in this region may have decreased around to 7-8% from last year due to lesser availability of canal water. Overall condition of wheat plant is good and farmers are expecting higher yield than last year.
- **Fewer water supplies from the canal and increasing temperature** in the maturity stage may affect the yield of wheat in the Rajkot region as it will make the seed to shrink more. As per farmers feedback area of wheat has decreased around 6-7 percent from last year and harvesting may start from 1st week of March.
- **As per latest update from farmers and traders, new wheat crop in Bhilwara region of Rajasthan is expected to hit the market** by last week of March. Wheat area in this region may have increased around to 10-12% from last year as late rainfall had discouraged farmers to plant mustard. However, wheat acreage in Rajasthan has decreased from last year. Overall condition of wheat plant is good and farmers are expecting higher yield than last year.
- **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.
- **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.

International Market Update:

- **International Grains Council in its monthly report raised EU wheat** export forecast to 30.3 million tonnes in 2014-15, up from a previous estimate of 29.7 million. They have also revised down U.S. wheat export to 24.0 million tonnes from a previous forecast of 25.0 million.
- **A group of Israeli private buyers has purchased 25,000 tonnes of feed wheat** at an average price of \$210/tonne CiF which has to be delivered between 01-20 April. Wheat is likely to be sourced from Black Sea Region.
- **Egypt had purchased 1, 80,000 tonnes of wheat from France** and 60,000 tonnes of wheat from Romania at an average price of \$240.25/tonne CiF which has to be delivered between 15-25 March. Till now from July 1st, Egypt has bought 3.86 million tonnes of wheat from the international market.
- **Algeria's state grains agency OAIC bought 4 tonnes of milling wheat** at a price around \$237-\$238/tonne (CiF) which has to be delivered in June. The origin is optional but it may come from France, according to a trader.
- **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.

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

NCDEX Wheat Futures								Date:27:02:2015	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Mar-15	3	1573	1586	1573	1583	380	-220	5,660	-30
Apr-15	-3	1473	1478	1470	1470	140	-30	1,470	50
May-15	-1	1470	1470	1464	1465	60	-160	1,780	30

Spread	Feb-15	Mar-15	Apr-15	
Spot Delhi				
Mar-15	87			
Apr-15		-113		
May-15			-5	

Stocks	Demat	In- Process	Total	FED
	26.2.2015	26.2.2015	26.2.2015	23.2.2015
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	1643	0	1643	1601
Rajkot	-	-	-	-

Wheat (CBOT) Future:

CBOT Futures Prices: Date: 26.02.15 (USD/T)							
CONTRACT MONTH	26-Feb-15	Week ago (20 Feb 2015)	1 Month ago (27 Jan 15)	3 Month ago (28 Nov 14)	6 Month ago (27 Aug 14)	1 Year ago (27 Feb 14)	% Change over previous year
15-Mar	184.89	187.47	190.68	212.54	214.01	229.81	-19.54
15-May	183.88	186.27	192.15	214.75	217.87	231.65	-20.62
15-Jul	185.45	187.93	194.26	216.40	220.16	229.72	-19.27
15-Sep	188.57	190.96	197.39	219.15	223.65	231.46	-18.53
15-Dec	193.62	195.36	201.70	222.74	228.43	234.86	-17.56
16-Mar	197.48	198.12	204.09	226.13	231.92	236.88	-16.63

Wheat Daily Prices and Arrivals on 27.2.2015

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			27-Feb-15	26-Feb-15	
Delhi					
	Lawrence Road	Mill Delivery	1670	1670	Unch
	Narella	Mill Quality Loose	1610	1615	-5
	Nazafgarh	Mill Quality Loose	1600	1600	Unch
Gujarat	Rajkot	Mill Delivery	1520	1525	-5
	Ahmedabad	Mill Delivery	1570	1580	-10
	Surat	Mill Delivery	1610	1615	-5
M.P.	Bhopal	Lokwan	1600	1600	Unch
	Indore	Mill Delivery	1540	1540	Unch
Rajasthan	Kota	Mill Quality Loose	1470	1480	-10
		Mill Delivery	1550	1560	-10
U.P.	Kanpur	Mill Delivery	1550	1570	-20
	Mathura	Mill Quality Loose	1460	1500	-40
	Kosi	Mill Quality Loose	1500	1530	-30
	Hathras	Mill Quality Loose	1490	NR	-

	Aligarh	Mill Quality Loose	1500	1480	20
Punjab	Khanna	Mill Quality Loose	1540	1530	10
	(Ludhiana)Jagraon	Mill Delivery	1560	1560	Unch
Haryana	Sirsa	Mill Delivery loose	1510	1510	Unch
	Hodal	Mill Delivery	NR	1660	-
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1605	1610	-5
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	1775	1800	-25
	Madurai	Mill Quality	1832	1857	-25
	Coimbatore	Mill Quality	1832	1857	-25
Bihar	Sitamari	Mill Delivery	1620	1620	Unch
	Khagariya	Mill Delivery	1600	1650	-50
FOR	Kandla(Rajasthan-Kota)	Mill Quality	NA	NA	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	NA	NA	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			27-Feb-15	26-Feb-15	
	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality Loose	300	400	-100
	Nazafgarh	Mill Quality Loose	50	50	Unch
Gujarat	Rajkot	Mill Quality Loose	2400	2000	400
	Ahmedabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	1500	1500	Unch
Rajasthan	Kota	Mill Quality	3000	2500	500
U.P.	Kanpur	Mill Quality Loose	300	400	-100
	Mathura	Mill Quality Loose	200	200	Unch
	Kosi	Mill Quality Loose	150	100	50
	Hathras	Mill Quality Loose	20	NR	-
	Aligarh	Mill Quality Loose	50	20	30
Punjab	Khanna	Mill Quality Loose	500	600	-100
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	NR	50	-
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	500	200	300
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	27-Feb-15	26-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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