

Wheat Domestic Fundamentals:

- **According to the latest report of USDA Indian wheat export** may come to 2 MMT due to uncompetitive prices and expectations of no government wheat exports. However, according to Agriwatch estimate Indian wheat export may reach to 3MMT due higher production and good demand of quality wheat like Tukda and Lokwan.
- **According to second advance estimate released by Indian government** wheat production may reach to 95.76 MMT which is around 2 percent higher than the first estimate of 94.00 MMT .They have increased the wheat production estimate due to expectation of higher yield in major growing area despite lower area coverage as compare to last year.
- **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.
- **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:

- **Frigid temperatures likely caused spotty freeze damage to winter wheat** in parts of the U.S. Plains. Temperatures fell as low as minus 22 Celsius in parts of south-central Nebraska and north-central Kansas where most of wheat areas lacked a protective layer of snow cover. The situation has firmed Chicago wheat futures after falling to three-week lows.
- **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.

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

NCDEX Wheat Futures								Date:28:02:2015	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Mar-15	1	1587	1590	1582	1585	230	-150	5,590	-70
Apr-15	0	1477	1478	1466	1473	90	-50	1,470	0
May-15	-4	1463	1463	1463	1463	10	-50	1,780	0

Spread	Feb-15	Mar-15	Apr-15	
Spot Delhi				
Mar-15	75			
Apr-15		-112		
May-15			-10	

Stocks	Demat	In- Process	Total	FED
	27.2.2015	27.2.2015	27.2.2015	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	27-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	190.13	187.47	190.68	212.54	214.01	229.81	-17.27
15-May	188.48	186.27	192.15	214.75	217.87	231.65	-18.64
15-Jul	189.85	187.93	194.26	216.40	220.16	229.72	-17.35
15-Sep	192.89	190.96	197.39	219.15	223.65	231.46	-16.67
15-Dec	197.84	195.36	201.70	222.74	228.43	234.86	-15.76
16-Mar	201.61	198.12	204.09	226.13	231.92	236.88	-14.89

Wheat Daily Prices and Arrivals on 28.2.2015

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			28-Feb-15	27-Feb-15	
Delhi					
	Lawrence Road	Mill Delivery	1660	1670	-10
	Narella	Mill Quality Loose	1600	1610	-10
	Nazafgarh	Mill Quality Loose	1600	1600	Unch
Gujarat	Rajkot	Mill Delivery	1510	1520	-10
	Ahmedabad	Mill Delivery	1570	1570	Unch
	Surat	Mill Delivery	1610	1610	Unch
M.P.	Bhopal	Lokwan	1550	1600	-50
	Indore	Mill Delivery	1550	1540	10
Rajasthan	Kota	Mill Quality Loose	1470	1470	Unch
		Mill Delivery	1550	1550	Unch
U.P.	Kanpur	Mill Delivery	1550	1550	Unch
	Mathura	Mill Quality Loose	1460	1460	Unch
	Kosi	Mill Quality Loose	1500	1500	Unch
	Hathras	Mill Quality Loose	1490	1490	Unch

	Aligarh	Mill Quality Loose	1460	1500	-40
Punjab	Khanna	Mill Quality Loose	1530	1540	-10
	(Ludhiana)Jagraon	Mill Delivery	1560	1560	Unch
Haryana	Sirsa	Mill Delivery loose	1510	1510	Unch
	Hodal	Mill Delivery	1650	NR	-
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1590	1605	-15
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	NA	1775	-
	Madurai	Mill Quality	NA	1832	-
	Coimbatore	Mill Quality	NA	1832	-
Bihar	Sitamari	Mill Delivery	NA	1620	-
	Khagariya	Mill Delivery	NA	1600	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	NA	NA	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	NA	NA	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			28-Feb-15	27-Feb-15	
	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality Loose	250	300	-50
	Nazafgarh	Mill Quality Loose	50	50	Unch
Gujarat	Rajkot	Mill Quality Loose	3500	2400	1100
	Ahmedabad	Mill Delivery	NA	NA	-
M.P.	Bhopal	Lokwan	NA	NA	-
	Indore	Mill Quality Loose	2000	1500	500
Rajasthan	Kota	Mill Quality	2500	3000	-500
U.P.	Kanpur	Mill Quality Loose	400	300	100
	Mathura	Mill Quality Loose	200	200	Unch
	Kosi	Mill Quality Loose	100	150	-50
	Hathras	Mill Quality Loose	NA	20	-
	Aligarh	Mill Quality Loose	200	50	150
Punjab	Khanna	Mill Quality Loose	600	500	100
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	150	200	-50
	Hodal	Mill Quality Loose	50	NR	-
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	500	500	Unch
	Panipat	Mill Quality Loose	NA	NA	-



Wheat Products Delhi	28-Feb-15	27-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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