

## Wheat Domestic Fundamentals:

**Wheat cash market trades firm** as declining arrivals have started hinting of lower than expected output this year. Private trades opine that wheat production is lower by two million tonne from govt.'s 3<sup>rd</sup> adv. estimate of 90.78 million tonne. This means actual production is around 87-88 million tonne this year. It may encourage prices from next month once again. Inner tone remains firm.

**Rake loading from Kota region of Rajasthan for Bangalore is continued at Rs 1770** per qtl. it includes Rs225 per qtl. freight and other expenses for milling quality. Luster loss wheat for the same destination is being loaded at Rs 1700 per qtl. Procurement agencies in Rajasthan would not be able to get higher quantity as private trade is paying higher price than MSP.

**Wheat is being traded at Rs 1470 per qtl. in Bulundshahar, UP and** is being delivered to Delhi at Rs 1620 per qtl. Arrivals in this market have come down to 800 qtl. More decline is expected from June. Stockists in these area have not stored out bigger quantity due to quality issue. So govt.'s release in coming month would decide the market trend. Overall, market is bound to trade higher.

**Total wheat procurement was registered at 256.26 lakh tonne** as on 19.05.2015 against 253.1 lakh tonne till date last year. Punjab has contributed 97.38 lakh tonne so far, followed by Haryana 67.55 lakh tonne. M.P. contribution stands at around 67.78 lakh tonne. Rajasthan has procured only 10.55 lakh tonne.

**Punjab procurement contribution has decreased this year so far** by 7.49 percent while Haryana contribution has increased by 5.32 percent. M.P. too has contributed 2.98 percent more wheat till date. Wheat procurement in Rajasthan has decreased by 29.29 percent.

**Agriculture statistics Division, DES has released Third Adv estimates** of Production of foodgrains for 2014-15 on 13.05 2015. It has revised wheat production estimate down by 4.9 MMT to 90.78 MMT. In second Adv Est. production was estimated at 95.76 MMT. The drastic decrease in third Adv. Est is mainly attributed to inclement weather conditions in March and April. India has produced 95.85 million tonne wheat in 2013-14.

**According to IBIS, export of Indian wheat from 11th to 17th May, 2015** was registered at around 4589.87 MT at an average FoB price of \$259.37./tonne, basis Kandla. The major export destination of Indian wheat were Taiwan, UAE and Jordan from Pipavav/Kandla port.

## International Market Update:

**The USDA has estimated its initial global wheat ending stock for 2015-16** at 203.32 million tonne, up by 2.35 million tonne estimated for 2014-15 crop. It is higher than pre trade estimate of 194.2 million tonne.

**Global wheat production for 2015-16 has been projected at 718.93 million tonne.** However it is lower than the estimate of 726.45 million tonne estimated for 2014-15. If the forecast materializes, it would be the second highest record of global wheat production.

**Japan has invited tender to buy a total of 116,905 tonnes of food quality wheat** from the U.S, Canada and Australia in a regular tender. Japan keeps a tight grip on imports of the country's second most important staple after rice and buys the majority of the grain for milling via tender. It may buy Semi white and hard red varieties from US and Standard white from Australia, Red Spring from Canada, having minimum protein content of 12.5 percent.

**Domestic market Outlook:** Wheat cash market is likely to trade steady to slightly firm.

Wheat Futures Contact: NCDEX Price    Date: 21.05.2015					
Contract Month	Today(22.05.15)	Yesterday 20.05.2015	Week Ago 15.5.15)	Month Ago(21.04.15)	Ch % from month ago
15-Jun	1490	1496	1499	1477	1.16
15-Jul	1517	1527	1528	1512	0.13
15-Aug	1549	1562	1561	1547	-0.02

Spread	May-15	June-15	July-15	
Spot Delhi				
June-15	-35			
July-15		27		
Aug-15			32	

Stocks	Demat	In- Process	Total	FED
	21-May-15	21-May-15	21-May-15	18-May-15
Delhi				
Itarsi				
Kanpur				
Kota	31801	1271	33072	29130
Rajkot				

Wheat (CBOT) Future Price: 21.5.2015					
Contract Month	Open	High	Low	Close	Change
15-Jul	514.50	528.00	511.00	522.00	9.00
15-Sep	522.00	535.25	518.50	529.50	9.50
15-Dec	535.00	548.75	532.25	542.50	9.00
16-Mar	547.50	562.00	547.50	555.75	8.00
16-May	557.25	569.50	556.00	563.75	7.80
16-Jul	560.25	573.00	559.50	568.00	7.50

### Wheat Daily Prices and Arrivals on 22.5.2015

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Delhi			22-May-15	21-May-15	
	Lawrence Road	Mill Delivery	1525	1525	Unch
	Narella	Mill Quality Loose	1475	1465	10
	Nazafgarh	Mill Quality Loose	1450	1450	Unch
Gujarat	Rajkot	Mill Delivery	1410	1400	10
	Ahmedabad	Mill Delivery	1480	1485	-5
	Dhrol	Mill Delivery	1605	NA	-
	Surat	Mill Delivery	1510	1500	10
M.P.	Bhopal	Lokwan	1600	1600	Unch
	Indore	Mill Delivery	1510	1510	Unch
Rajasthan	Kota	Mill Quality Loose	1380	1380	Unch
		Mill Delivery	1450	1455	-5
U.P.	Kanpur	Mill Delivery	1550	1550	Unch
	Mathura	Mill Quality Loose	1350	1320	30
	Kosi	Mill Quality Loose	1325	1325	Unch
	Hathras	Mill Quality Loose	1350	NA	-
	Aligarh	Mill Quality Loose	1360	NA	-

<b>Punjab</b>	Khanna	Mill Quality Loose	1450	1450	Unch
	(Ludhiana)Jagraon	Mill Delivery	1500	1500	Unch
<b>Haryana</b>	Sirsa	Mill Delivery loose	1460	1460	Unch
	Hodal	Mill Delivery	1490	1490	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1450	1470	-20
	Panipat	Mill Quality Loose	1450	1450	Unch
<b>Tamil Nadu</b>	Chennai	Mill Quality	1700	1700	Unch
	Madurai	Mill Quality	1757	1757	Unch
	Coimbatore	Mill Quality	1757	1757	Unch
<b>Bihar</b>	Sitamari	Mill Delivery	NR	NA	-
	Khagariya	Mill Delivery	1380	1380	Unch
<b>FOR</b>	Kandla(Rajasthan-Kota)	Mill Quality	NA	NR	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	NA	NR	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
<b>Gujarat</b>			22-May-15	21-May-15	
	Rajkot	Lokwan	1700	1725	-25
	Dhrol	Lokwan	1605	NR	-
<b>M.P.</b>	Indore	Lokwan	1900	1800	100
	Bhopal	Lokwan	1600	1600	Unch
	Bina	Sarbati 306	2500	2550	-50
<b>Rajasthan</b>	Kota	Lokwan Bilty	1600	1600	Unch
	Baran	Lokwan	1530	1550	-20

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
<b>Delhi</b>			22-May-15	21-May-15	
	Lawrence Road	Mill Delivery	18000	8000	10000
	Narella	Mill Quality Loose	2500	1500	1000
	Nazafgarh	Mill Quality Loose	500	500	Unch
<b>Gujarat</b>	Rajkot	Mill Quality Loose	2200	2500	-300
	Ahmedabad	Mill Delivery	NA	NA	-
	Dhrol	Mill Delivery	57.6	NA	-
<b>M.P.</b>	Indore	Mill Quality Loose	3000	3000	Unch
<b>Rajasthan</b>	Kota	Mill Quality	30000	40000	-10000
<b>U.P.</b>	Kanpur	Mill Quality Loose	600	400	200
	Mathura	Mill Quality Loose	4000	6000	-2000
	Kosi	Mill Quality Loose	3000	3000	Unch
	Hathras	Mill Quality Loose	1500	NA	-

	Aligarh	Mill Quality Loose	2000	NA	-
Punjab	Khanna	Mill Quality Loose	1500	1000	500
	(Ludhiana)Jagraon	Mill Quality Loose	500	2000	-1500
Haryana	Sirsa	Mill Quality Loose	500	500	Unch
	Hodal	Mill Quality Loose	500	500	Unch
	Karnal	Mill Delivery	4000	4000	Unch
	Bhiwani	Mill Quality Loose	1000	3000	-2000
	Panipat	Mill Quality Loose	2000	2000	Unch

Wheat Products Delhi	22-May-15	21-May-15	Change
Atta (50kg) Ordinary	940	940	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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