

Wheat Domestic Fundamentals:

Cash wheat market traded lower on Saturday amid good flow of arrivals in major markets. In a latest development wheat procurement may come to an end in Madhya Pradesh. Procurement target has been achieved. There is a rumour in the market that govt may release old stock at discount if prices continue to get firmer. It may restrict uptrend in wheat market. Premium quality wheat would continue to trade higher.

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 areas 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: 22.05.2015					
Contract Month	Today(22.05.15)	Yesterday 21.05.2015	Week Ago 15.5.15)	Month Ago(22.04.15)	Ch % from month ago
15-Jun	1502	1496	1499	1478	1.60
15-Jul	1526	1527	1528	1513	0.85
15-Aug	1554	1562	1561	1553	0.06

Spread	May-15	June-15	July-15	
Spot Delhi				
June-15	-18			
July-15		24		
Aug-15			35	

Stocks	Demat	In- Process	Total	FED
	23-May-15	23-May-15	23-May-15	18-May-15
Delhi				
Itarsi				
Kanpur				
Kota	32825	2786	35611	29130
Rajkot				

Wheat (CBOT) Future Price: 22.5.2015					
Contract Month	Open	High	Low	Close	Change
15-Jul	521.50	529.00	511.00	515.25	-6.8
15-Sep	529.00	536.50	518.25	523.00	-6.5
15-Dec	542.00	549.75	532.00	537.00	-5.5
16-Mar	560.75	563.25	545.75	551.50	-4.3
16-May	571.00	571.00	554.00	560.25	-3.5
16-Jul	567.00	575.25	558.75	564.50	-3.5

Wheat Daily Prices and Arrivals on 25.5.2015

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Delhi			25-May-15	23-May-15	
	Lawrence Road	Mill Delivery	1510	1520	-10
	Narella	Mill Quality Loose	1465	1465	Unch
	Nazafgarh	Mill Quality Loose	1450	1450	Unch
Gujarat	Rajkot	Mill Delivery	1490	1450	40
	Ahmedabad	Mill Delivery	1490	1490	Unch
	Dhrol	Mill Delivery	1810	NA	-
	Surat	Mill Delivery	1520	1515	5
M.P.	Bhopal	Lokwan	1600	1600	Unch
	Indore	Mill Delivery	1490	1490	Unch
Rajasthan	Kota	Mill Quality Loose	1380	1380	Unch
		Mill Delivery	1470	1450	20
U.P.	Kanpur	Mill Delivery	1525	1545	-20
	Mathura	Mill Quality Loose	1330	1320	10
	Kosi	Mill Quality Loose	1325	1325	Unch
	Hathras	Mill Quality Loose	NR	1325	-
	Aligarh	Mill Quality Loose	1340	1350	-10
Punjab	Khanna	Mill Quality Loose	1450	1450	Unch

	(Ludhiana)Jagraon	Mill Delivery	1520	1500	20
Haryana	Sirsa	Mill Delivery loose	1460	1465	-5
	Hodal	Mill Delivery	1490	1490	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1400	1450	-50
	Panipat	Mill Quality Loose	1450	1450	Unch
Tamil Nadu	Chennai	Mill Quality	1700	1700	Unch
	Madurai	Mill Quality	1757	1757	Unch
	Coimbatore	Mill Quality	1757	1757	Unch
Bihar	Sitamari	Mill Delivery	NR	NA	-
	Khagariya	Mill Delivery	NR	1380	-
FOR	Kandla(Rajasthan-Kota)	Mill Quality	NA	NA	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			25-May-15	23-May-15	
Gujarat					
	Rajkot	Lokwan	1750	1700	50
	Dhrol	Lokwan	1810	NA	-
M.P.	Indore	Lokwan	1900	1900	Unch
	Bhopal	Lokwan	1600	1600	Unch
	Bina	Sarbati 306	2300	2300	Unch
Rajasthan	Kota	Lokwan Bilty	1650	1650	Unch
	Baran	Lokwan	1520	1530	-10

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			25-May-15	23-May-15	
Delhi					
	Lawrence Road	Mill Delivery	15000	16000	-1000
	Narella	Mill Quality Loose	2000	2000	Unch
	Nazafgarh	Mill Quality Loose	500	500	Unch
Gujarat	Rajkot	Mill Quality Loose	5000	1500	3500
	Ahmedabad	Mill Delivery	NA	NA	-
	Dhrol	Mill Delivery	16	NA	-
M.P.	Indore	Mill Quality Loose	2000	2000	Unch
Rajasthan	Kota	Mill Quality	30000	40000	-10000
U.P.	Kanpur	Mill Quality Loose	650	400	250
	Mathura	Mill Quality Loose	2500	3000	-500
	Kosi	Mill Quality Loose	1000	1000	Unch
	Hathras	Mill Quality Loose	NR	1200	-
	Aligarh	Mill Quality Loose	2000	1000	1000

Punjab	Khanna	Mill Quality Loose	2000	2000	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	500	500	Unch
Haryana	Sirsa	Mill Quality Loose	500	1000	-500
	Hodal	Mill Quality Loose	500	500	Unch
	Karnal	Mill Delivery	5000	4000	1000
	Bhiwani	Mill Quality Loose	1000	NA	-
	Panipat	Mill Quality Loose	NA	2000	-

Wheat Products Delhi	25-May-15	23-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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