

## Wheat Domestic Fundamentals:

**Mostly cash wheat markets trade down by Rs 10 to Rs 35 per qtl.** as supply side is easy with possibility of ending procurement activities in major states like M.P. and Rajasthan by the end of this month. Besides, govt.'s strategy to start releasing stock early than expected time has put pressure on cash market fundamentals. Govt may start releasing wheat stock from mid June.

**As on 16.5.2015 stock with FCI was registered at 160.11 lakh tonne while stock** with state agencies was registered at 195.71 lakh tonne. Total stock in central pool was registered at 355.28 lakh tonne. If we include wheat lying in mandis and in transition, total quantity goes up to 392.02 lakh tonne.

**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.

**Total wheat procurement was registered at 265.78 lakh tonne** as on 25.05.2015 against 261.39 lakh tonne till date last year. Punjab has contributed 98.72 lakh tonne so far, followed by Haryana 67.55 lakh tonne. M.P. contribution stands at around 71.94 lakh tonne. Rajasthan has procured only 11.68 lakh tonne. Overall procurement is higher by 1.68 percent this year

**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:

**Russia proposed new restriction on wheat export only 10 days after** formally ending a previous levy. The aim of this restriction is to protect livestock farmers from rising feed costs. The tax may apply from July 1, the start of the 2015-16 marketing season, if it's approved by the Cabinet. It would be at least 1 ruble a metric ton and may be higher if contract prices rise above 11,000 rubles (\$220) a ton

**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.

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

| Wheat Futures Contact: NCDEX Price Date: 26.05.2015 |                 |                      |                   |                     |                     |
|---|-----------------|----------------------|-------------------|---------------------|---------------------|
| Contract Month                                      | Today(26.05.15) | Yesterday 25.05.2015 | Week Ago 22.5.15) | Month Ago(22.04.15) | Ch % from month ago |
| 15-Jun  | 1483            | 1473                 | 1499              | 1478                | 0.34                |
| 15-Jul  | 1511            | 1500                 | 1528              | 1513                | -0.13               |
| 15-Aug  | 1536            | 1528                 | 1561              | 1553                | -1.11               |

| Spread     | May-15 | June-15 | July-15 |  |
|------------|--------|---------|---------|--|
| Spot Delhi |        |         |         |  |
| June-15    | -17    |         |         |  |
| July-15    |        | 29      |         |  |
| Aug-15     |        |         | 33      |  |

| Stocks | Demat     | In- Process | Total     | FED       |
|--------|-----------|-------------|-----------|-----------|
|        | 25-May-15 | 25-May-15   | 25-May-15 | 25-May-15 |
| Delhi  |           |             |           |           |
| Itarsi |           |             |           |           |
| Kanpur |           |             |           |           |
| Kota   | 32825     | 2786        | 35611     | 32825     |
| Rajkot |           |             |           |           |

| Wheat (CBOT) Future Price: 25.5.2015 |        |        |        |        |        |
|--------------------------------------|--------|--------|--------|--------|--------|
| 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 26.05.2015

| Centre    | Market            | Variety            | Prices (Rs/Qtl) |           | Change |
|-----------|-------------------|--------------------|-----------------|-----------|--------|
|           |                   |                    | 26-May-15       | 25-May-15 |        |
| Delhi     |                   |                    |                 |           |        |
|           | Lawrence Road     | Mill Delivery      | 1500            | 1510      | -10    |
|           | Narella           | Mill Quality Loose | 1455            | 1465      | -10    |
|           | Nazafgarh         | Mill Quality Loose | 1425            | 1450      | -25    |
| Gujarat   | Rajkot            | Mill Delivery      | 1490            | 1490      | Unch   |
|           | Ahmedabad         | Mill Delivery      | 1490            | 1490      | Unch   |
|           | Dhrol             | Mill Delivery      | 1860            | 1895      | -35    |
|           | Surat             | Mill Delivery      | 1520            | 1520      | Unch   |
| M.P.      | Bhopal            | Lokwan             | 1600            | 1600      | Unch   |
|           | Indore            | Mill Delivery      | 1480            | 1490      | -10    |
| Rajasthan | Kota              | Mill Quality Loose | 1380            | 1380      | Unch   |
|           |                   | Mill Delivery      | 1470            | 1470      | Unch   |
| U.P.      | Kanpur            | Mill Delivery      | 1525            | 1525      | Unch   |
|           | Mathura           | Mill Quality Loose | 1300            | 1330      | -30    |
|           | Kosi              | Mill Quality Loose | 1300            | 1325      | -25    |
|           | Hathras           | Mill Quality Loose | NR              | NR        | -      |
|           | Aligarh           | Mill Quality Loose | 1350            | 1340      | 10     |
| Punjab    | Khanna            | Mill Quality Loose | 1450            | 1450      | Unch   |
|           | (Ludhiana)Jagraon | Mill Delivery      | 1520            | 1520      | Unch   |

|                   |                            |                     |      |      |      |
|-------------------|----------------------------|---------------------|------|------|------|
| <b>Haryana</b>    | Sirsa                      | Mill Delivery loose | 1465 | 1460 | 5    |
|                   | Hodal                      | Mill Delivery       | 1490 | 1490 | Unch |
|                   | Karnal                     | Mill Delivery       | NA   | NA   | -    |
|                   | Bhiwani                    | Mill Quality Loose  | 1400 | 1400 | Unch |
|                   | 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   | NR   | -    |
|                   | Khagariya                  | Mill Delivery       | NR   | NR   | -    |
| <b>FOR</b>        | Kandla(Rajasthan-Kota)     | Mill Quality        | NA   | NA   | -    |
|                   | Gandhidham(Rajasthan-Kota) | Mill Quality        | NA   | NA   | -    |

| Centre           | Market | Variety      | Prices (Rs/Qtl)  |                  | Change |
|------------------|--------|--------------|------------------|------------------|--------|
| <b>Gujarat</b>   |        |              | <b>26-May-15</b> | <b>25-May-15</b> |        |
|                  | Rajkot | Lokwan       | 1750             | 1750             | Unch   |
|                  | Dhrol  | Lokwan       | 1860             | 1895             | -35    |
| <b>M.P.</b>      | Indore | Lokwan       | 1800             | 1900             | -100   |
|                  | Bhopal | Lokwan       | 1600             | 1600             | Unch   |
|                  | Bina   | Sarbati 306  | 2300             | 2300             | Unch   |
| <b>Rajasthan</b> | Kota   | Lokwan Bilty | 1650             | 1650             | Unch   |
|                  | Baran  | Lokwan       | 1475             | 1520             | -45    |

| Centre           | Market        | Variety            | Arrivals (Bags/Qtl) |                  | Change |
|------------------|---------------|--------------------|---------------------|------------------|--------|
| <b>Delhi</b>     |               |                    | <b>26-May-15</b>    | <b>25-May-15</b> |        |
|                  | Lawrence Road | Mill Delivery      | 15000               | 15000            | Unch   |
|                  | Narella       | Mill Quality Loose | 2000                | 2000             | Unch   |
|                  | Nazafgarh     | Mill Quality Loose | 300                 | 500              | -200   |
| <b>Gujarat</b>   | Rajkot        | Mill Quality Loose | 4500                | 5000             | -500   |
|                  | Ahmedabad     | Mill Delivery      | NA                  | NA               | -      |
|                  | Dhrol         | Mill Delivery      | 48                  | 62               | -14    |
| <b>M.P.</b>      | Indore        | Mill Quality Loose | 2000                | 2000             | Unch   |
| <b>Rajasthan</b> | Kota          | Mill Quality       | 20000               | 30000            | -10000 |
| <b>U.P.</b>      | Kanpur        | Mill Quality Loose | 400                 | 650              | -250   |
|                  | Mathura       | Mill Quality Loose | 4000                | 2500             | 1500   |
|                  | Kosi          | Mill Quality Loose | 1000                | 1000             | Unch   |
|                  | Hathras       | Mill Quality Loose | NR                  | NR               | -      |
|                  | Aligarh       | Mill Quality Loose | 2000                | 2000             | Unch   |
| <b>Punjab</b>    | Khanna        | Mill Quality Loose | 2000                | 2000             | Unch   |



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

| Wheat Products Delhi         |  | 26-May-15 | 25-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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