Domestic Market Updates:

Wheat stock in central pool warehouses was registered at 17.83 million T on 01 April compared to 22.35 million T on 1st March 2014. The highest accumulated stock is in Punjab (7.00 million T) followed by Haryana (2.94 million Tonne) and Madhya Pradesh (2.12 million tonne) as on 01.04.2014.

Unexpected rains, accompanied by strong winds, in larger parts of Punjab and Haryana in the last week of March and the first day of April may affect quality of wheat. Standing crop has flattened and it may reduce yield. Wheat crop in districts like Ferozpur,Gurdaspur, Pathankot, Mohali, Tarn Taran in Punjab and Palwal,Yamunanagar in Haryana has flattened and more rains can adversely affect the yield and quality.

Lodging has taken place in several wheat fields at different places in Punjab because of rain and strong winds," an official of Punjab Agriculture department said. Lodging refers to term used to describe crop falling flat on the ground due to heavy rain and winds which causes yield loss in crop. Rains at this stage could have negative impact on early sowed crop.

Stronger INR, likely ban on wheat and non-basmati rice export from govt.'s stock would cut export quantity (around 20 to 25 percent collectively) of wheat and rice considerably this year despite attractive price in global market. Shortage of premium quality wheat (from M.P. & Rajasthan) may encourage wheat prices earlier than expectation. If global wheat market stays steady, export through private channel would continue. However volume would decrease.

Wheat production is likely touch record level of 96.03 million tonne this year(2013-14) despite considerable loss of crop in parts of Madhya Pradesh and Rajasthan. The main reason for higher production is attributed to higher area coverage and favorable weather throughout the season except the second fortnight of February when heavy rains fall and hails storm affected the quality of grains adversely.

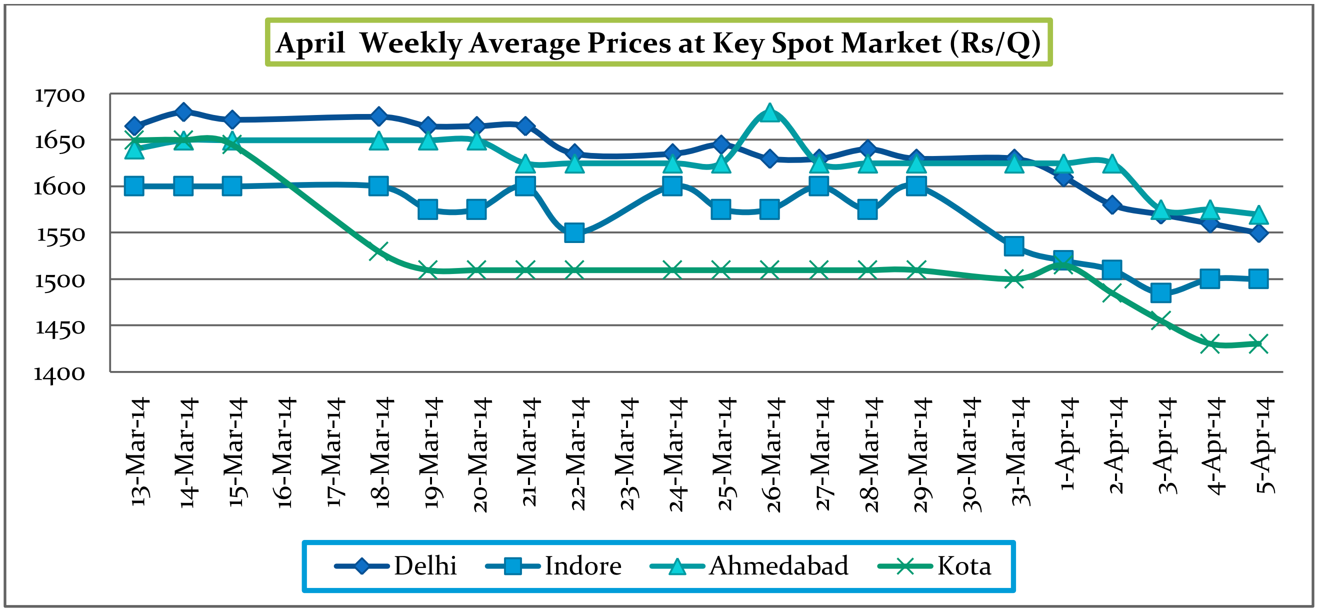
Carry out includes private stock of 1 to 1.5 million tonne. Thus production would be 1.29 percent higher than last year. However, temperature in March remains crucial for late sowed crop in Uttar Pradesh and Bihar. Abnormal rise in temperature may affect the grain size and has potential to downgrade the final size of the crop in both the states.

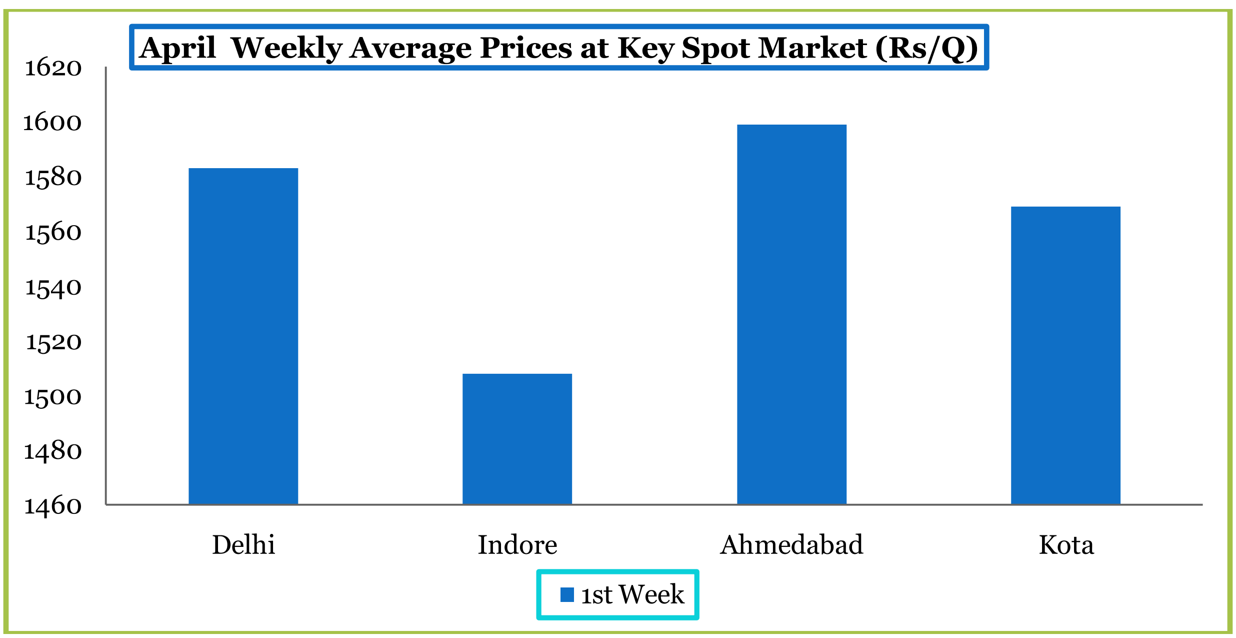
With 24.04 million tonne carryout total availability for 2014-15 marketing year would be around 120.67 million tonne against the total usage of 94 million tonne including export. Carryout for next season would increase from 24.64 million tonne to 26.67 million tonne, an increase of 8.23 percent. This implies sufficient supply throughout the season.

Export quantity has been downgraded to 6 million tonne as favourable condition for Indian wheat in the global market is unlikely to continue in the third quarter with expected arrivals in Black Sea Region from June onward. Australian crop too would start hitting the market from October and it may pressurize wheat prices in the global market.

Weather Watch: (Source-IMD)

- Rain/thundershowers would occur at Isolated places over Jammu & Kashmir and Himachal Pr adesh.
- Rain/thundershowers would occur at a few places over northeastern states at Isolated places o ver Odisha and south peninsular India.
- Maximum temperature would rise by 2-3°C over some parts of northwest, central and adjoining north Peninsular India.
- Weather would be mainly dry over rest of the country.





Key spot wheat mill delivery prices traded weak due to arrival of the new crop.

STOCKS OF WHEAT IN CENTRAL POOL AS ON 01.04.2014:	STOCK WITH FCI	STOCK WITH STATE AGENCIES	TOTAL IN CENTRAL POOL
EAST ZONE	6.16	0.00	6.16
NORTH EAST ZONE	0.35	0.00	0.35
NORTH ZONE	53.31	74.54	127.85
SOUTH ZONE	6.68	0.00	6.68
WEST ZONE	12.22	20.29	32.51
TOTAL	**78.72**	**94.83**	**173.55**

(Figures in Lakh Tonnes)

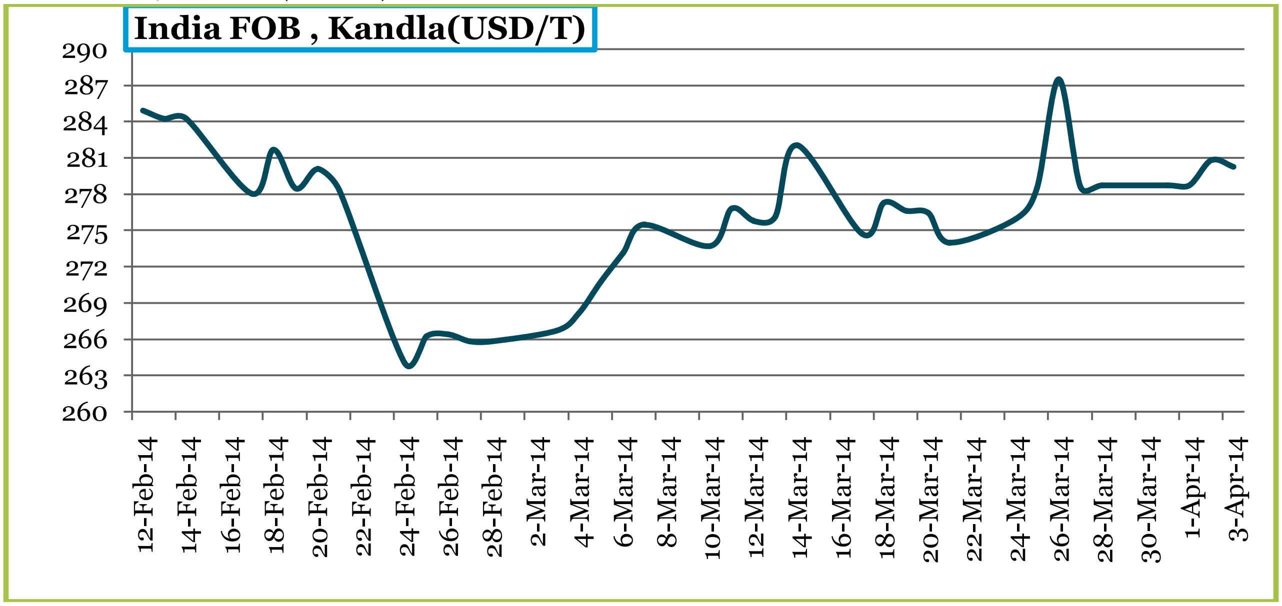
FOB Value as on 05.04.2014 from various destinations at Kandla:

Parity Calculation	Rajkot	Kota	Begusarai	Indore	Kosi	MSP	ECO.Cost
Basic cost of wheat (Rs/ton)	14800	14300	14500	13500	14500	14000	19100
Port and Handling Charges /Loading /Unloading /Clearing (Rs/ton)	500	500	500	500	500	500	0
Local transport, port warehousing, labour charges, shortage	700	1150	1900	1450	1550	1200	0
Indian FOB (Rs/MT)	16000	15950	16900	15450	16550	15700	19100
Indian FOB (USD/MT)	**257.77**	**256.97**	**272.27**	**248.91**	**266.63**	**252.94**	**307.72**
Insurance @ 0.1%	0.26	0.26	0.27	0.25	0.27	0.25	0.31
Freight Charges (US $/ton) to Chittagong	18	18	18	18	18	18	18
CIF (kandla to Chittagong)	276	275	290	267	285	271	326
INR	62.07	62.07	62.07	62.07	62.07	62.07	62.07
Russian Wheat FOB (USD/MT)	**292**	**292**	**292**	**292**	**292**	**292**	**292**
Parity on FOB Basis (USD/MT)	**34**	**35**	**20**	**43**	**25**	**39**	**-16**

Spot prices of wheat at NCDEX Delivery centers

NCDEX SPOT	04 Apr , 2014	week ago 28 Mar, 2014	Month ago 01 Mar 14	Year ago 04 Apr 2013	Change over previous Year %
Indore	1503	1523	1624	1540	**-2.44**
Bareilly	1533	1715	1768	1450	**5.69**
Delhi	1597	1648	1632	1450	**10.10**
Khanna	NA	NA	NA	1640	**NA**
Kanpur	1510	1600	1735	1475	**2.37**
Karnal	NA	NA	NA	1529	**NA**
Rajkot	1571	1580	1553	1500	**4.74**
Kota	1543	1627	1700	1425	**8.25**

India FOB, Kandla (USD/T)



Wheat Export Monthly Data:

	Wheat Export(Lakh T)	Average FOB Quotes(USD/MT)	CBOT Average Quotes (USD/MT)
Sept 11- Mar 12	**7.38**	**232.12**	**237.46**
Apr 12 - Mar 13	**64.96**	**298.18**	**286.71**
Apr-13	8.32	303.06	256.85
May-13	8.66	309.11	258.13
Jun-13	8.24	291.51	252.70
Jul-13	4.46	282.82	243.62
Aug-13	3.18	265.67	240.16
Sep-13	1.79	267.21	240.05
Oct-13	0.57	271.7	253.25
Nov-13	0.65	279.27	242.74
Dec-13	3.83	287.89	230.98
Jan-14	5.01	281.84	212.17
Feb-14	6.75	277.70	218.93
Mar-14			
Total 13-14	**51.46**	**283.43**	**240.87**

Source: DGCIS, *Provisional Data (As per IBIS)

Domestic Key Spot Market Price Comparison:

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			05.04.2014	28.03.2014	
Delhi	Lawrence Road	Mill Delivery	1550	1640	-90
	Nazafgarh	Mill Delivery Loose	1465	1600	-135
	Narella	Mill Delivery Loose	1480	1570	-90
Gujarat	Rajkot	Mill Delivery	1570	1625	-55
	Ahmedabad	Mill Delivery	1620	1625	-5
M.P.	Bhopal	Mill Quality Loose	1450	1450	Unch
	Indore	Mill Delivery	1500	1575	-75
Rajasthan	Kota	Mill Quality	1430	1510	-80
U.P.	Mathura`	Mill Quality Loose	1440	1525	-85
Punjab	Khanna	Mill Quality Loose	1560	1560	Unch
Haryana	Sirsa	Mill Delivery loose	1570	1585	-15

Commodity: Wheat **Exchange: NCDEX**

Contract: May **Expiry: 20th May, 2014**

Wheat (Weekly Chart)

Technical Commentary:

- Candle stick chart depicts range bound movement in the market.
- Fall in OI and Prices indicates consolidation.
- RSI is in neutral region.

Strategy: Sell

Intraday Supports & Resistances			**S2**	**S1**	**PCP**	**R1**	**R2**
Wheat	NCDEX	February	1480	1500	1538	1560	1580
Intraday Trade Call*			**Call**	**Entry**	**T1**	**T2**	**SL**
Wheat	NCDEX	February	**Sell**	1540	1525	1518	1549

*Do not carry forward the position until the next Week.

Domestic Weekly Outlook: **We expect wheat cash market to trade steady to weak due to new arrival hitting in the market.**

International Market Updates:

South Korean trading firm Daewoo International sold 50,000 tonnes of wheat to Bangladesh for $325.45 a tonne CIF .The proposed imports are part of a plan by the Directorate General of Food, the state grains buyer, to ship in 850,000 tonnes of wheat in the year to June 2014.

Algeria's state grains agency OAIC bought between 250,000 and 300,000 tonnes of milling wheat at around $316-317 a tonne C&F. The origin of the wheat bought this week was optional but it was expected to be sourced from France, the traders said.

Tunisia's state grains agency purchased 34,000 tonnes durum wheat in two 17,000 tonne consignments at $435.49 and $437.89 a tonne c&f and seller of both was Casillo Commodities.

Global wheat market continues to trade higher due to unrest in Ukraine and dry weather across the key U.S. wheat growing regions. Uptrend is likely to continue in the short term.

Major importing countries like Iran, Saudi Arabia, Morocco, Syria, Algeria, Iraq, and Turkey are expected to import more wheat in the months ahead.

Drought conditions across Australia's east coast will cut production of wheat next season and reduce exports. Australian wheat production is forecast to fall by 8.2 percent to 24.795 MMT in the 2014/15 season from 27.013 MMT in the previous year.

Israeli private buyers have purchased 25,000 MT of animal feed wheat at $293.50 a MT c&f, thought likely to be sourced from US.

Japan's Ministry of Agriculture is seeking to buy a total of 118,795 tonnes of food quality wheat from the United States and Australia in a tender that will close late on 19.3.2014.

Global 2013/14 wheat supplies are raised slightly with a 0.8-million-ton increase in world production. Production is raised 1.1 million tons for India and 0.5 million tons for Australia. China is lowered 0.3 million tons, Uruguay by 0.3 and Paraguay by 0.2 million tons respectively.

IGC Wheat Balance Sheet (Quantity in MMT)

	2008-09	2009-10	2010-11	2011-12	2012-13 Est.	Projection for 2013-14	
						27.02.2014	27.03.2014
Production	685	679	653	695	655	708	709
Trade	137	128	126	145	140	146	150
Consumption	645	652	657	698	674	691	692
Carryover stocks	173	199	194	192	173	190	190
Y-O-Y change	41	27	-4	-3	-19	17	17
Major Exporters	69	79	73	68	48	56	54

Indicative FOB Quotes:

	Variety	% Change over Prev. Year	02.04.14	Week Ago 24.03.14	Month Ago (Mar)	3 Months Ago (Jan)	Year Ago (Apr)
USA (Gulf)	SRW 2	7.40	291.70	306.58	282.86	276.84	271.60
France	FCW3	-10.25	278.59	288.03	279.02	278.47	310.40
United Kingdom	Feed wheat	NA	NA	NA	NA	NA	NA
Australia	CWRS	7.61	284.00	291.00	266.00	259.00	263.91
Russia	SRW	6.99	291.00	291.00	277.00	292.00	272.00
Ukraine	SRW	6.75	292.50	292.50	278.50	297.50	274.00
Argentina	SRW	19.55	365.00	365.00	340.00	315.00	305.32

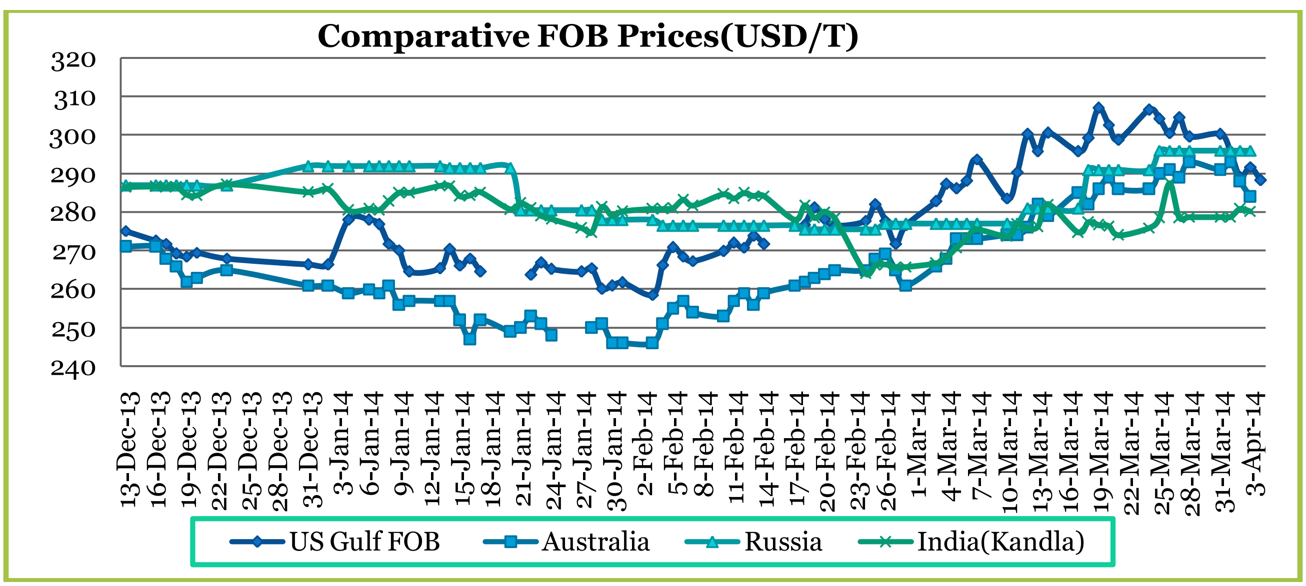
Global wheat market is expected to trade weak on higher wheat production estimate of 711 million tones and IGC latest estimate of 709 million tones may keep market under pressure in medium term.

CBOT FUTURES CONTRACT:

CBOT Futures Prices: Date: 03.04.14 (USD/T)							
CONTRACT MONTH	03 Apr 14	Week ago (26 Mar 2014)	1 Month ago(03 Mar 14)	3 Month ago(02 Jan 14)	6 Month ago(01 Oct 13)	1 Year ago(01 Apr 13)	% Change over previous year
14-Mar	248.36	255.99	232.01	221.82	254.42	261.77	-5.12
14-May	250.47	257.64	233.57	223.47	248.27	261.41	-4.18
14-Jul	253.60	260.39	236.33	227.15	250.20	263.61	-3.80
14-Sep	258.10	264.25	240.74	232.29	253.97	267.65	-3.57
14-Dec	261.68	266.64	243.31	235.41	256.81	269.40	-2.86
15-Mar	263.61	267.01	244.23	235.87	256.81	270.50	-2.55

CBOT May 14 Future Charts:

International FOB prices Weekly price Movement (USD/T):



Note: Due to holidays in U.S. and other international markets data is unavailable.

International Weather update: (Source-USDA)

Australia- *Unfavorably dry weather returned to southern Queensland and northern New South Wales. Although temperatures averaged 1 to 2°C below normal, the lack of rain renewed stress on dry land summer crops. Throughout this region rainfall has averaged less than 50 percent of normal since August 1, 2013. Soaking rains are needed now to prevent additional reductions in yield prospects. Farther north, the remnants of Tropical Cyclone Dylan brought widespread showers (5-50 mm or more) to central Queensland, benefiting immature summer crops.*

Argentina *Mostly dry, generally mild weather promoted late-season development of summer grains followed by the development of locally heavy showers later in the week. In central Argentina, scattered showers (locally exceeding 10 mm) boosted moisture for the upcoming winter grain crop in previously-dry sections of La Pampa and Buenos Aires, and somewhat heavier rain (locally greater than 25 mm) renewed concerns for wetness in portions of the Parana River Valley (Santa Fe and Entre Rios). Farther north, moderate to heavy rain (25-75 mm) gradually spread into key summer crop.*

Russia and Ukraine – *Unseasonably warm, dry conditions were followed by sharply colder weather by week's end. A strong area of high pressure maintained unusually warm weather over the region; temperatures averaged up to 10°C above normal in Belarus, 7°C above normal in Ukraine, and 8°C above normal in western Russia. Daytime highs topped 20°C from central Belarus southeastward into Ukraine and southern portions of Russia's Southern District, which continued to foster a faster-than-normal pace of winter crop development. However, the sunny skies and unseasonable warmth also increased water demands and further reduced soil moisture for winter wheat especially in central and northern Ukraine. By week's end, a strong cold front was accompanied by light to moderate showers (2-13 mm) across southern portions of Ukraine and Russia. Behind the front, temperatures dropped as low as -4°C in the more advanced southern growing areas, though wheat had not yet reached the temperature-sensitive jointing stages of development. Therefore, little — if any — widespread impact is expected from this week's freeze.*

<u>International Weekly Outlook:</u>

International market is likely to trade steady to slightly firm due to recent loss. However in medium term market is expected to trade slightly down due to expectation of good wheat production.