Domestic Market Updates:

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.

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.

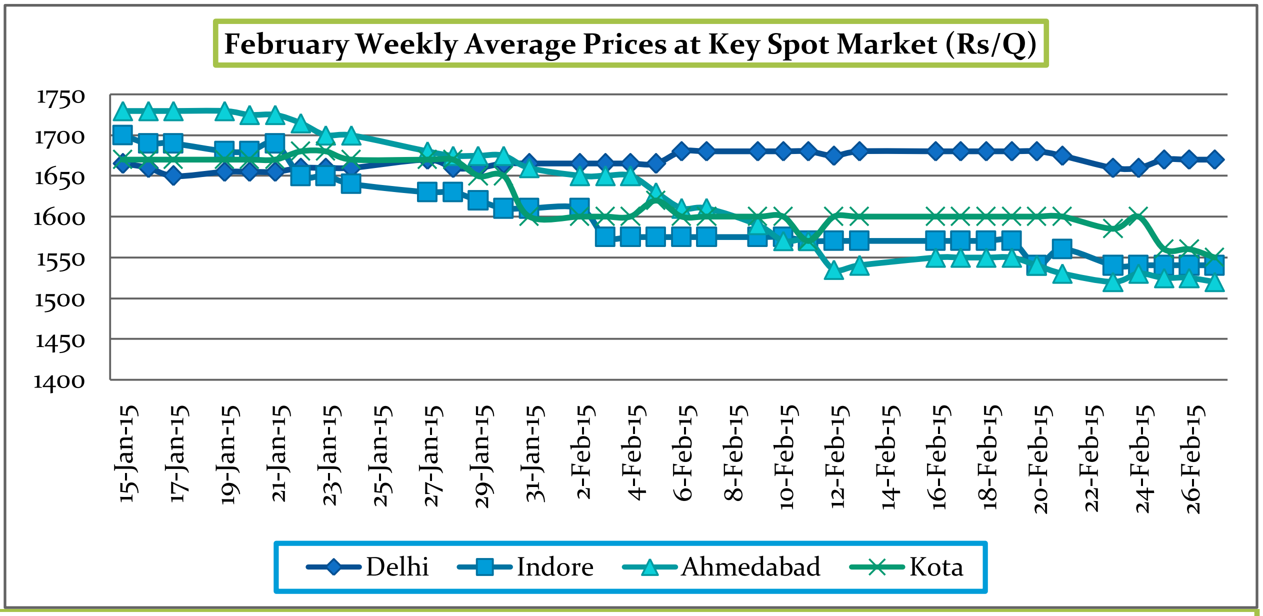
New wheat crop in Ganganagar region of Rajasthan is expected to hit the market by first week of April. Wheat area in this region may have decreased around to 7-8% from last year due to lesser availability of canal water. Overall condition of wheat plant is good and farmers are expecting higher yield than last year.

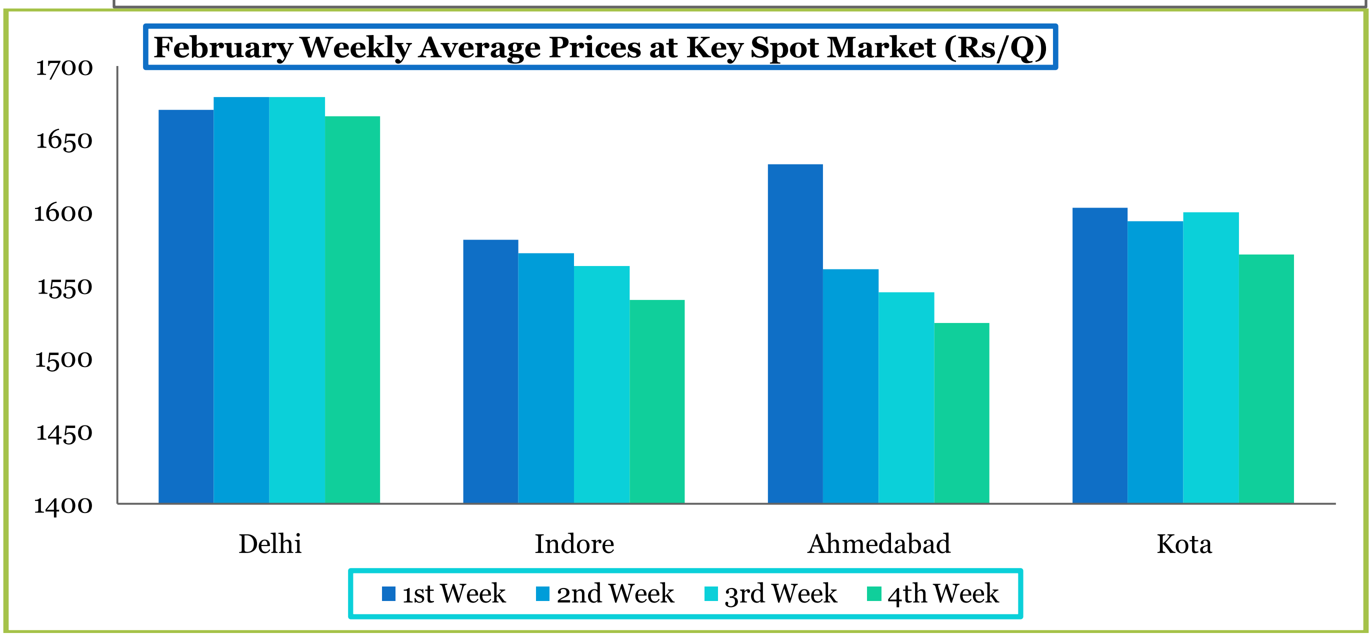
New wheat crop in Bhilwara region of Rajasthan is expected to hit the market by last week of March. Wheat area in this region may have increased around to 10-12% from last year as late rainfall had discouraged farmers to plant mustard. However, wheat acreage in Rajasthan has decreased from last year. 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.

Weather Watch: (Source-IMD)

- Precipitation would occur at a few places over western Himalayan region.
- Rain / thunderstorm activity would occur at a few places over northeastern states.
- Isolated rain/thunderstorm would also occur over peninsular India.
- A fresh western disturbance as an upper air system would affect western Himalayan region fr om 5th onwards





STOCKS OF WHEAT IN CENTRAL POOL AS ON 01.02.2015:	STOCK WITH FCI	STOCK WITH STATE AGENCIES	TOTAL IN CENTRAL POOL
EAST ZONE	7.75	0.00	7.75
NORTH EAST ZONE	0.57	0.00	0.57
NORTH ZONE	81.60	74.33	155.93
SOUTH ZONE	5.61	0.00	5.61
WEST ZONE	13.96	32.99	46.95
TOTAL	**112.70**	**107.44**	**220.14**

(Figures in Lakh Tonnes)

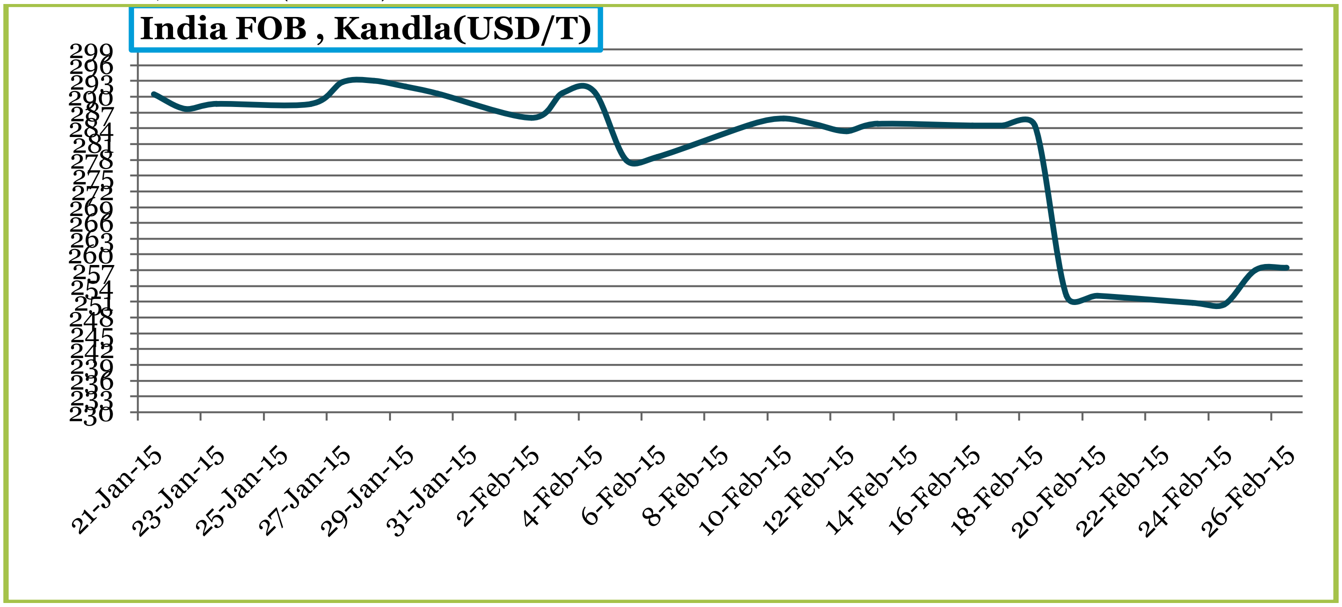
FOB Value as on 27.02.2015 from various destinations at Kandla:

Parity Calculation	Rajkot	Kota	Begusarai	Indore	Kosi	MSP	ECO.Cost
Basic cost of wheat (Rs/ton)	14250	14700	15300	15000	15000	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)	15450	16350	17700	16950	17050	15700	19100
Indian FOB (USD/MT)	**250.04**	**264.61**	**286.45**	**274.32**	**275.93**	**254.09**	**309.11**
Insurance @ 0.1%	0.25	0.26	0.29	0.27	0.28	0.25	0.31
Freight Charges (US $/ton) to Chittagong	18	18	18	18	18	18	18
CIF (kandla to Chittagong)	268	283	304	292	294	272	327
INR	61.79	61.79	61.79	61.79	61.79	61.79	61.79
Russian Wheat FOB (USD/MT)	**239**	**239**	**239**	**239**	**239**	**239**	**239**
Parity on FOB Basis (USD/MT)	**-11**	**-26**	**-47**	**-35**	**-37**	**-15**	**-70**

Spot prices of wheat at NCDEX Delivery centers

NCDEX SPOT	28 Feb, 2015	week ago 18 Feb, 2015	Month ago 27 Jan 15	Year ago 28 Feb 2014	Change over previous Year %
Indore	1543	1573	1636	1645	**-6.20**
Bareilly	1585	1615	1623	1750	**-9.43**
Delhi	1673	1686	1667	1630	**2.64**
Khanna	NA	NA	NA	NA	**NA**
Kanpur	1500	1480	1610	1735	**-13.54**
Karnal	NA	NA	NA	NA	**NA**
Rajkot	1496	1570	1687	1600	**-6.50**
Kota	1555	1636	1685	1675	**-7.16**

India FOB, Kandla (USD/T)



FoB Prices are of new arrival

Wheat Export Weekly Data:

Weekly Export (16 Feb-15 22Feb-15)	Quantity in Mt	FoB ($/Tn)
Total	811.00	297.13
UAE	388.00	298.88
Malaysia	149.00	280.83

*Provisional Data (As per IBIS)

Domestic Key Spot Market Price Comparison:

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			27.02.2015	**21.02.2015**	
	Lawrence Road	**Mill Delivery**	1670	1675	-5
	Nazafgarh	**Mill Delivery Loose**	1600	1625	-25
Delhi	**Narella**	**Mill Delivery Loose**	1610	1615	-5
	Rajkot	**Mill Delivery**	1520	1530	-10
Gujarat	**Ahmedabad**	**Mill Delivery**	1570	1600	-30
	Bhopal	**Mill Quality Loose**	1425	1460	-35
M.P.	**Indore**	**Mill Delivery**	1540	1560	-20
Rajasthan	**Kota**	**Mill Quality**	1470	1490	-20
U.P.	**Kosi**	**Mill Quality Loose**	1500	1530	-30
Punjab	**Khanna**	**Mill Quality Loose**	1540	1530	10
Haryana	**Sirsa**	**Mill Delivery loose**	1510	1512	-2

Commodity: Wheat **Exchange: NCDEX**
Contract: Mar **Expiry: 20th Mar, 2015**

Wheat (Weekly Chart)

Technical Commentary:

- Candle stick chart depicts range bound movement in the market.
- Rise in price and fall in O.I. indicates weak market.
- RSI is in neutral zone.

Strategy: Sell on rise

Intraday Supports & Resistances			**S2**	**S1**	**PCP**	**R1**	**R2**
Wheat	NCDEX	March	1530	1550	1604	1645	1660
Intraday Trade Call*			**Call**	**Entry**	**T1**	**T2**	**SL**
Wheat	NCDEX	March	**Sell**	1615	1605	1600	1621

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

__Domestic Weekly Outlook:__ **Market is bound to stay firm due to bad weather in short term but expectation of good production and arrivals in many places may not help prices to go steep northward.**

International Market Updates:

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.

Bangladesh's state grains buyer received the lowest offer of $247.95/tonne CIF for 50,000 tonne with 10 percent protein content from Agrocorp and another lowest offer of $263.25 /tonne CIF for 50,000 tonne with 12.5 percent protein content from Glencore. The offers must remain valid until March 1 and has to be shipped within 40 days after contract signing.

Korea's largest feed maker, Nonghyup Feed Inc. (NOFI), purchased 55,000 tonnes of feed wheat at $233.80/ tonne c&f plus a $1.25 a tonne surcharge for additional port unloading for June shipment .The wheat can be sourced from the Black Sea region, United States, Canada, Australia, or India .

South Korean Flour Miller CJ Cheiljedang Corporation had purchased different types of wheat from U.S. and Australia as per their requirement. They had purchased 47,000 tonnes of U.S. wheat at an average FoB price of $302.36/ tonne for June shipment and 50,000 tonnes of Australian wheat at an average FoB price of $252.17/ tonne for July shipment.

Australia raises its wheat production estimate around 2% from its December estimate of 23.22 million tonnes to 23.61 million tonnes. It raises its estimate due to timely rains in key growing regions of wheat like Queensland and New South Wales which may increase the yield prospects. Australia wheat may be hitting the market from April onwards; this may impact Indian wheat export negatively as buyers may shift towards them due to price disparity.

IGC Wheat Balance Sheet

(Quantity in MMT)

	2009-10	2010-11	2011-12	2012-13.	2013-14 Est	Forecast for 2014-15	
						22.01.2015	26.02.2015
Production	679	653	695	655	713	717	719
Trade	128	126	145	141	155	151	152
Consumptions	652	657	697	678	696	708	709
Carryover stocks	199	194	192	170	187	196	197
Y-O-Y change	27	-4	-1	-22	17	9	10
Major Export	79	73	68	50	54	63	64

Indicative FOB Quotes:

All prices are for SRW /milling grade, comparable to Indian quality	3rd Nov 14	1st Dec 14	6th Jan 15	2nd Feb 15
USA	262.00	278.00	265.20	226.90
France	217.23	234.45	239.58	240.41
United Kingdom	NA	NA	NA	NA
Australia	270.00	265.00	265.00	239.00
Russia	241.00	247.00	263.50	253.50
India	276.83	273.62	285.58	286.04

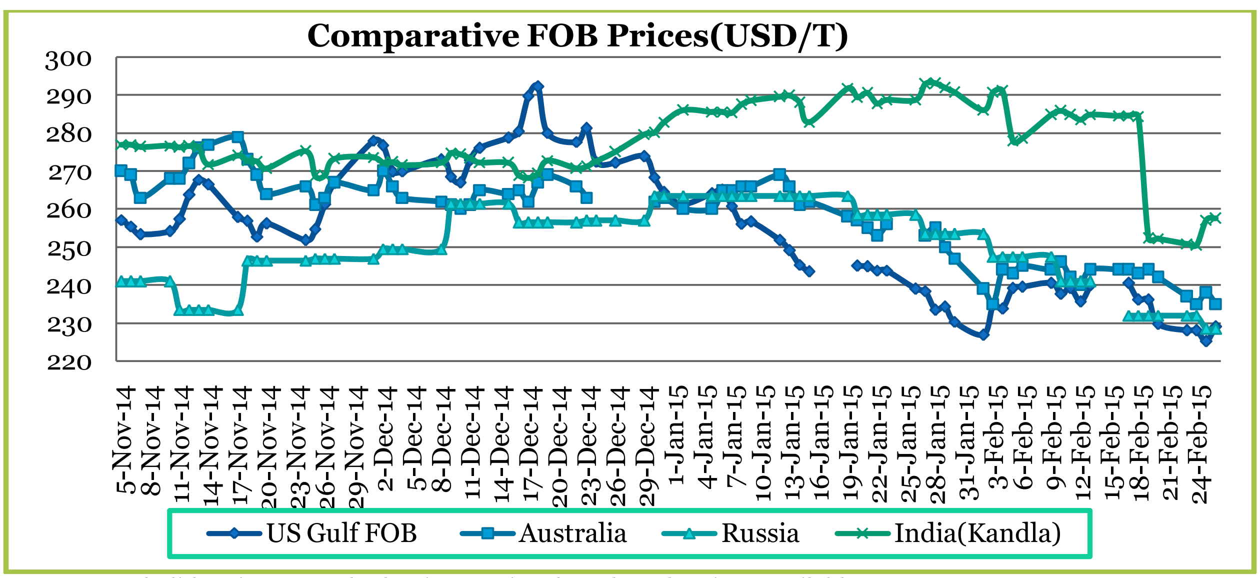
CBOT FUTURES CONTRACT:

CBOT Futures Prices: Date: 27.02.15 (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

CBOT Mar- 15 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: Severe Tropical Cyclone Marcia made landfall in southern Queensland, near Rockhampton, on February 20. Maximum sustained winds were reportedly near 110 knots (125 mph) just prior to landfall, but the storm weakened rapidly while moving inland. As a result, wind damage was confined primarily to coastal areas, near where the storm came ashore. The storm produced heavy rain (locally more than 250 mm) and caused some flooding along coastal areas of southern Queensland and northern New South Wales. Mostly dry weather prevailed across major summer crop producing areas in northern New South Wales, potentially increasing local irrigation requirements while aiding dry down of the most advanced crops. Temperatures in southern Queensland and northern New South Wales averaged near normal, aiding crop development.

Argentina- Warm, showery weather maintained overall favorable conditions for immature summer crops, although later-planted crops in some locations will require additional moisture. Rainfall totaled below 10 mm across a broad area stretching from La Pampa to southern Entre Rios; western portions of this area are in need of moisture after several weeks of warmth and dryness, but sub-soil moisture was likely adequate in previously wet eastern sections. Elsewhere in central Argentina, beneficial rain fell in southern and eastern sections of Buenos Aires, as well as central and northern farming areas of Cordoba. Unlike the rest of central Argentina, these areas have benefited from improved rainfall. Weekly average temperatures were near to below normal in the aforementioned areas, with daytime highs reaching the lower 30s (degrees C) at the beginning of the week. By week's end, however, a cooler air mass was dominating the region, allowing nighttime lows to fall below 10°C. Meanwhile, widespread, locally heavy showers overspread the north, with rainfall totaling 10 to 100 mm. Weekly temperatures averaged near normal, with daytime highs in the lower and middle 30s early in the week falling into the 20s with the passage of a cold front.

Russia and Ukraine: Mild, mostly dry weather sustained favorable overwintering conditions for wheat, though southern growing areas remained devoid of snow cover despite the arrival of colder air. High pressure provided sunny skies along with near- to above-normal temperatures from Belarus and northern Ukraine into northern Russia, with winter wheat remaining dormant under a shallow snowpack in Ukraine and more than 25 cm of snow in Russia. Farther south, early-week rain (1-10 mm) in Russia's Southern and North Caucasus Districts sustained favorable soil moisture reserves for spring growth, but crops remained devoid of snow cover from central Ukraine into southern Russia. Despite the arrival of somewhat chillier air in the Southern District, nighttime lows of -15°C or greater did not pose a risk for freeze damage or winterkill.

International Weekly Outlook: Global wheat market may trade steady to weak due to ample supply in the world market. Recently market showed firmness due to weather concern in USA and Russia restriction on wheat export. Market may test the first support level of 540 cent per bushel in the short term & 560 cent per bushel in medium term. We expect market to trade in the range of $175 to $205 per T.