Domestic Market Updates:

Wheat cash market trades almost unchanged amid firm tone likely to continue for FAQ varieties in North Indian markets. Supply-demand side in Rajasthan and M.P. is almost balanced. Govt.'s release mechanism would be crucial in the second half of the year. Premium quality wheat would continue to rule firmer.

There is a gossip in the market that bulk users of wheat sensing short supply like condition in the second half have started taking position in NCDEX in forward months and it indicates uptrend in lean season. Arrival of FAQ variety has come down in north Indian markets and flour millers may start sourcing wheat from central poolfrom July onward.

India has exported 3872.38 tonne wheat in the first week of June till 8th. At an ave FOB price of $267.86 per tonne. During the same period wheat import was registered at 2082.72 tonne at an Ave CIF of $303.31 per tonne. Wheat has been imported from Australia.

Wheat stock in central pool was registered at 403.51 lakh tonne as on 1st ,June 2015.The highest quantity of wheat is available in north and west zone. It is almost 280 lakh tonne in northern states while western states have around 100 lakh tonne wheat stock. Under buffer norms India needs to maintain 245.80 and 30 lakh tonne wheat under under buffer and strategic reserve on 1st July, 2015.

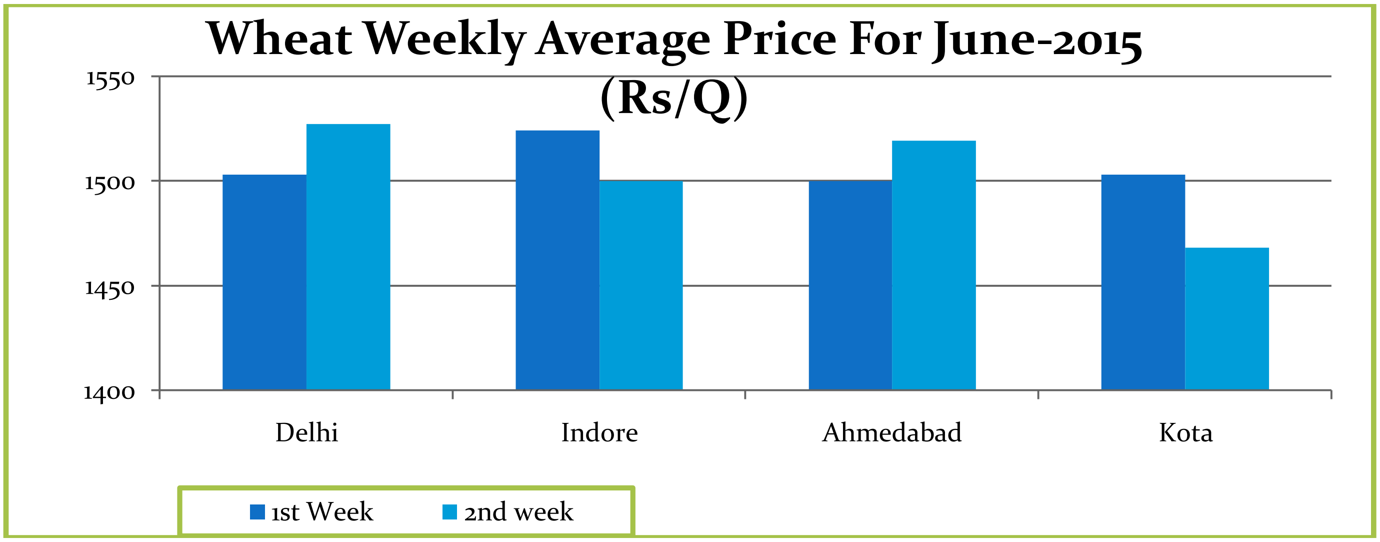
Total wheat procurement was registered at 273.9 lakh tonne as on 11.06.2015 against 268.15 lakh tonne till date last year. Punjab has contributed 99.52 lakh tonne so far, followed by Haryana 67.55 lakh tonne. M.P. contribution stands at around 72.61 lakh tonne. Rajasthan has procured only12.82 lakh tonne. Overall procurement is up by 2.14 percent this year

Rake loading from Kota, Baran, Bundi region of Rajasthan for Bangalore and Kerala is continued at Rs 1760/1780 per qtl. on delivered basis. Luster loss wheat for the same destination is being loaded at Rs 1690/1700 per qtl.

Agriculture statistics Division, DES has released Third Adv estimates of Production of food grains for 2014-15 on 13.05 2015.It has revised wheat production estimate down by 4.9 MMT to90.78 MMT. In second Adv Est. production was estimated at95.76 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 tons wheat in 2013-14.

Weather OutLook (first Week of June)

- **Southwest monsoon has further advanced into remaining** parts of Central Arabian se a, remaining parts of Konkan (including Mumbai) and some parts of Madhya Maharashtra.
- **The Northern Limit of Monsoon (NLM) passes through Lat. 20.0°**N/Long. 60.0°E, L at.20.0°N/Long. 70.0°E, Dahanu, Pune, Kolhapur, Bellary,Anantapur, Chennai, Lat. 13.0°N/L ong. 84.0°E, Lat. 16.0°N/Long. 90.0°E, Lat. 21.0°N /Long. 92.0°E, Lat. 24.0°N /Long. 91.0°E, Dhubri and Gangtok.
- **Conditions are favourable for further advance of southwest monsoon** into remaini ng parts of Maharashtra, Karnataka, Andhra Pradesh, Bay ofBengal and Sikkim and some part s of north Arabian sea, south Gujarat state, Chhattisgarh, Odisha, West Bengal, Jharkhand an d Bihar during next 5 days.



Wheat Stock:

STOCKS OF WHEAT IN CENTRAL POOL AS ON 01.06.2015:	STOCK WITH FCI	STOCK WITH STATE AGENCIES	TOTAL IN CENTRAL POOL
EAST ZONE	8.87	0.00	8.87
NORTH EAST ZONE	0.68	0.00	0.68
NORTH ZONE	155.02	125.22	280.24
SOUTH ZONE	4.05	0.00	4.05
WEST ZONE	13.86	87.10	100.96
TOTAL	185.87	217.64	403.51

Note: Fig In Lakh T, Total includes stock in Mandis and in transit too.

FOB Value as on 11.06.2015 from various destinations at Kandla:

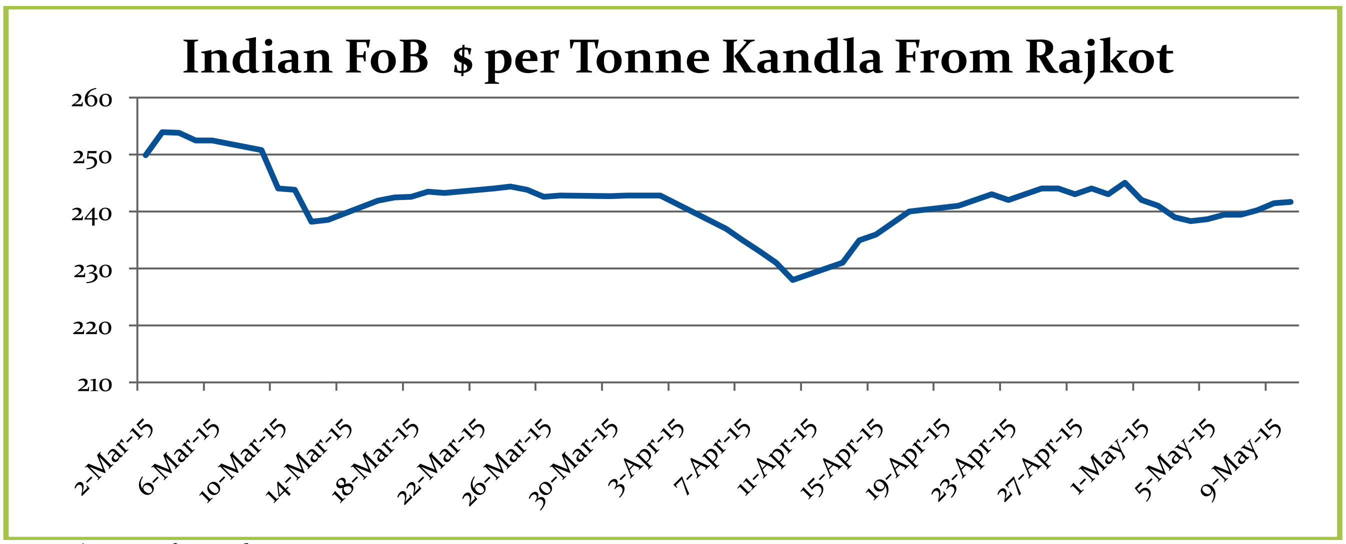
Weekly Parity Sheet:

Parity Calculation	**Rajkot (FOR)**	**Kota**	**Khagaria**	**Indore**	**Kosi**	**MSP**	**ECO.Cost**
Basic cost of wheat (Rs/ton)	14800	14700	13250	15000	15500	15000	19100
Port and Handling Charges /Loading /Unloading /Clearing (Rs/ton)	650	650	650	650	650	600	0
Local transport, port warehousing, labour charges, shortage	0	1850	1900	1450	1550	1200	0
Indian FOB (Rs/MT)	15450	17200	15800	17100	17700	16800	19100
Indian FOB (USD/MT)	**241.82**	**269.21**	**247.30**	**267.65**	**277.04**	**262.95**	**298.95**
Insurance @ 0.1%	0.24	0.27	0.25	0.27	0.28	0.26	0.30
Freight Charges (US $/ton) to Chittagong	18	18	18	18	18	18	18
CIF (kandla to Chittagong)	260	287	265	286	295	281	317
INR Value 63.49 (02.05.2015)	63.89	63.89	63.89	63.89	63.89	63.89	63.89
Russian Wheat FOB (USD/MT)	**230**	**230**	**230**	**230**	**230**	**230**	**230**
Parity on FOB Basis (USD/MT)	**-12**	**-39**	**-17**	**-38**	**-47**	**-33**	**-69**

Spot prices of wheat at NCDEX Delivery centers					
NCDEX SPOT	Today	Week Ago	Month Ago	Year Ago	Change over previous Year %
	11-Jun-15	4-Jun-15	11-May-15	11-Jun-14	
Indore	1450	1495	1465	1508	-3.85
Bareilly	-	-	-	1510	-
Delhi	1542	1534	1525	1505	2.46
Khanna	-	-	-	-	-
Kanpur	1470	1445	1490	1470	Unch
Karnal	-	-	-	-	-
Rajkot	1398	1375	1357	1537	-9.04
Kota	1490	1488	1489	1505	-1.00

Source: NCDEX; NCDEX delivery prices are inclusive of Mandi tax and other applicable state taxes along with handling & packaging costs.

India FOB, Kandla (USD/T)



FoB Prices are of new wheat

Wheat Export Weekly Data:

31st May to 7th June,2015	Destination	Quantity MT	Ave FOB Tuticorin	High	Low
Wheat Export	UAE,Taiwan	3872.38	267.86	362.32	219.78

Wheat Import Weekly Data:

31st May to 7th June,2015	Source	Quantity MT	Ave CIF Tuticorin	High	Low
Wheat Import	Australia	2082.72	303.31	325.82	289.89

***Provisional Data (As per IBIS)**

Wheat Procurement Till 11th June,2015:

States	Total During 2014-15	Target For 2015-16	Expected in 2015-16	11th June,2015	11th June-2014	% Ch till date
Punjab	116.41	125	118	99.52	107.71	-7.60
Haryana	64.95	65	60	67.55	64.14	5.32
UP	6.28	15	15	20.53	4.69	337.74
M.P.	70.94	78	65	72.61	70.94	2.35
Bihar	0	0	0.5			#DIV/0!
Rajasthan	21.59	20	15	12.82	20.6	-37.77
Uttrakhand	0.01	1.2	1			#DIV/0!
Chandigarh	0.05	0	0			#DIV/0!
Delhi	0	0	0	0.1787		#DIV/0!
Gujarat	0	1	0.75	0.68	0	#DIV/0!
Jharkhand	0	0	0			#DIV/0!
HP	0	0	0			#DIV/0!
Maharashtra	0	0.2	0.2			#DIV/0!
J&K		0	0			#DIV/0!
West Bengal	0	0.2	0			#DIV/0!
Others	0	0.4	0.4	0.02	0.07	-71.43
TOTAL	**280.23**	306	275.85	273.9	268.15	2.14

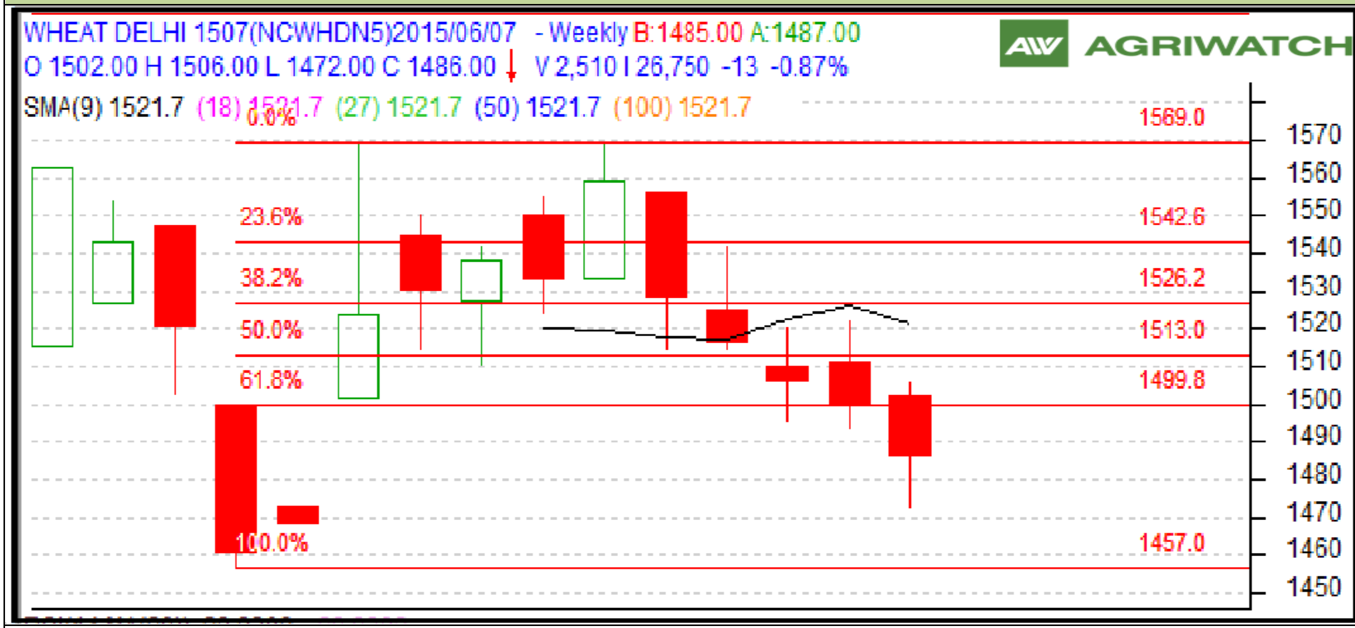
Wheat procurement is up by 2.14 percent till 4th June,2015.

Domestic Key Spot Market Weekly Price Comparison:

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			11-Jun-15	4-Jun-15	
Delhi	Lawrence Road	Mill Delivery	1530	1530	Unch
	Narella	Mill Quality Loose	1470	1460	10
	Nazafgarh	Mill Quality Loose	1450	1450	Unch
Gujarat	Rajkot	Mill Delivery	1425	1450	-25
	Ahmedabad	Mill Delivery	1520	1500	20
	Dhrol	Mill Delivery	NR	NR	-
	Surat	Mill Delivery	1540	1530	10
M.P.	Bhopal	Lokwan	1400	1380	20
	Indore	Mill Delivery	1500	1525	-25
Rajasthan	Kota	Mill Quality Loose	1380	1410	-30
		Mill Delivery	1470	1500	-30
U.P.	Kanpur	Mill Delivery	1545	1535	10
	Mathura	Mill Quality Loose	1400	1350	50
	Kosi	Mill Quality Loose	1350	1325	25
	Hathras	Mill Quality Loose	1340	1350	-10
	Aligarh	Mill Quality Loose	1370	1350	20
Punjab	Khanna	Mill Quality Loose	1450	1450	Unch
	(Ludhiana)Jagraon	Mill Delivery	1500	1520	-20
Haryana	Sirsa	Mill Delivery loose	1470	1465	5

Technical Analysis:
Commodity: Wheat **Exchange: NCDEX**
Contract: July **Expiry: 20th June, 2015**

Wheat (Weekly Chart)



Technical Commentary:

- Candle stick chart depicts weak tone in the market.
- Fall in priceandfall inO.I. indicates long liquidation.
- RSI is moving down in neutral zone hints downward movement.

Strategy: Buy on dip

Intraday Supports & Resistances			**S2**	**S1**	**PCP**	**R1**	**R2**
Wheat	NCDEX	July	1465	1454	1482	1499	1521
Intraday Trade Call*			**Call**	**Entry**	**T1**	**T2**	**SL**
Wheat	NCDEX	July	Buy above	1470	1490	1499	1465

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

Domestic Weekly Outlook:

Market is bound to stay steady to slightly firm due declining arrivals.

Wheat Futures Contact:NCDEX Price Date:10.06.2015					
Contract Month	**Today(10.06.15)**	**Yesterday09.06.2015**	**Week Ago 03.06.15)**	**Month Ago(10.05.15)**	**Ch % from month ago**
15-Jun	**1455**	**1453**	1484	1509	-3.71
15-Jul	1484	1582	1515	1559	-5.05
15-Aug	1516	1511	1538	1575	-3.89

International Market Updates:

With improved weather condition in major wheat growing regions US wheat decreased 0.5 percent in a day. It is ruling at $4.82 per bushel. It is ruling at $4.54 per bushel. More decrease is likely as market had touched six months high in recent two weeks under abnormal weather conditions. The Plains have had lots of rains recently and should the warmer weather materialize, yields are likely to be better now. The improved U.S. wheat supply outlook comes amid ample global supplies despite some concern over Russian production.

Wheat production forecast in Australia remains unchanged at23.6 million tonne in 2015-16 despite drought like condition and developing EL Nino pattern. According to Australian Bureau of Agricultural and Resource Economics and Science (ABARES) winter crop season started with favourable condition with below average rains across southeastern Australia in March replaced with generally above average rainfall in April.Higher soil moisture in the east coast may boost production of high-protein prime hard wheat.The impact of crop's yield due to El Nino is not uniform as of now.

Global wheat production in 2015/16 was forecast at 715 million, up from a previous projection of 705 million but below last season's 721 million. The IGC raised its forecast for wheat crops in China (127 million from 118 million), Russia (55 million from 52 million) and Ukraine (21 million from 20 million).The revisions were partially offset by lower forecasts for India (91 million from 94 million) and the United States (58.2 million from 59 million).

Russian Govt is considering a proposal that would restrict wheat shipment from the country. The reason behind this proposal, when new crop has started hitting the market, is to protect their livestock farmers from increasing feed costs. Under this proposal, if implemented, tax would be applied from 1st July(the beginning of the MY 2015-16) on wheat shipment. Tax may be at least 1 ruble per Tonne and may be more if contract prices rise above $220 per tonne. Prices for next season's crop rose 2.7 percent to $190 a ton in the week to May 18.

Japan Agriculture ministry invites tender to buy over one lakh tonne food quality wheat from US and Canada. 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 tenders typically issued three times a month. Japan will buy western white and hard red winter from US and western red spring,having protein content of minimum 12.5 percent. from Canada.

An agro consultancy service of Ukraine has revised its wheat production estimate up to 22 MMT for 2015.Previously this consultancy firm had projected 21 MMT wheat production. Better weather condition throughout the growing season and rains at regular intervals helped to attain better yield. However, it is lower than2014 crop size when the country had produced 24.1 million tonne wheat.

The USDA has estimated its initial global wheat ending stock for 2015-16 at 203.32 million tonne,up by2.35 million tonne estimated for 2014-15 crop. it is higher than pre trade estimate of194.2 million tonne. Global wheat production for 2015-16 has been projected at718.93 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.

The USDA has projected global wheat consumption for 2015-16 at 716.59 million tonne in comparison to forecast of715.46 million tonne for 2014-15. Export has been projected to be lower at 156.95 million tonnes in 2015-16 in comparison to 163.7 million tonnes estimated for 2014-15.

IGC Wheat Balance Sheet:

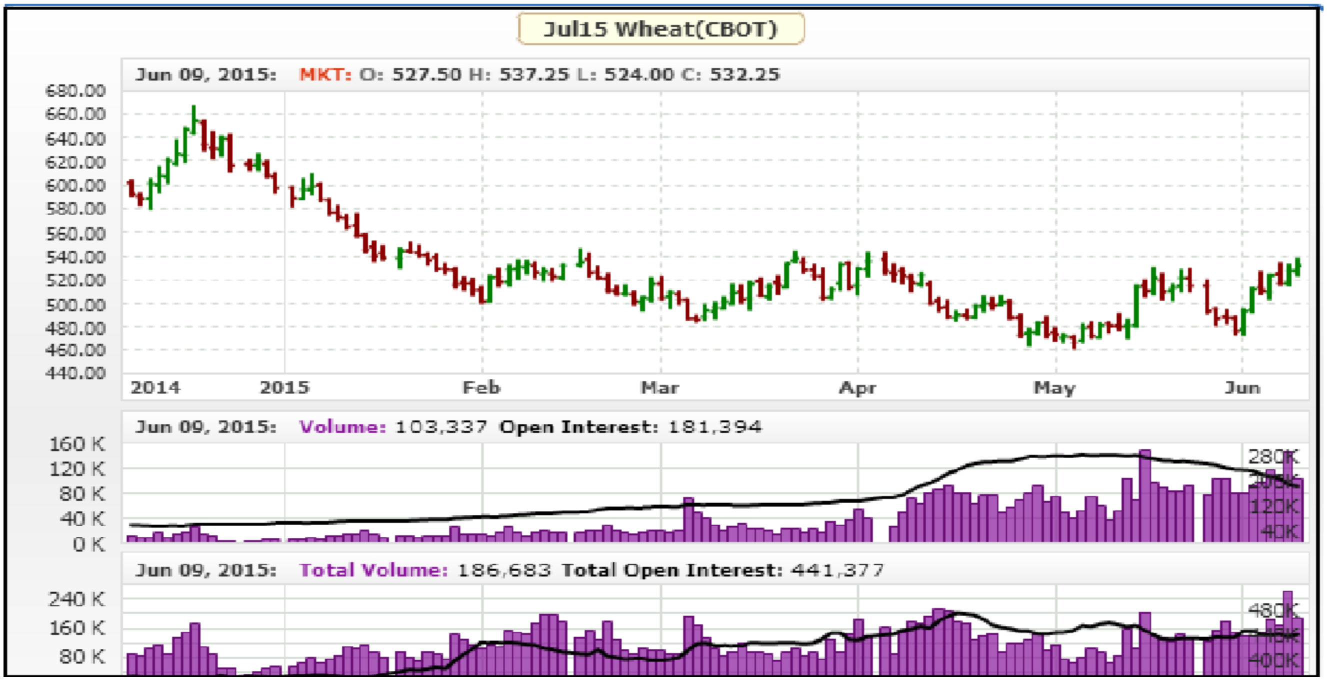
(Quantity in MMT)

	2010-11	2011-12	2012-13.	2013-14 Est	2014-15 F'cast	2015-16 Projection	
						23.04.2015	28.05.2015
Production	653	695	655	713	721	705	715
Trade	126	145	141	155	153	151	149
Consumptions	657	697	678	696	710	711	715
Carryover stocks	194	192	170	187	200	194	200
Y-O-Y change	-4	-1	-22	17	11		0
Major Export	73	68	50	54	67	65	67

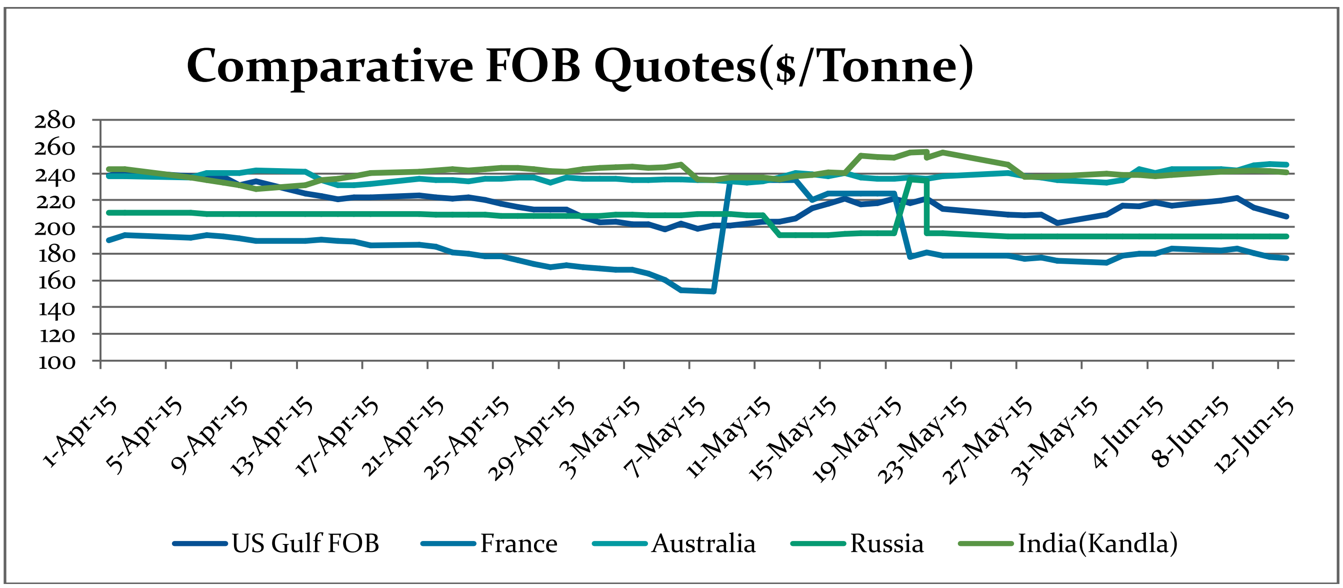
CBOT FUTURES CONTRACT:

CBOT Futures Prices:(USD/T)							
CONTRACT MONTH	**Today**	**Week Ago**	**Month Ago**	**3 Month Ago**	**6 Month Ago**	**Year Ago**	**% Change over previous year**
	10-Jun-15	**3-Jun-15**	**10-May-15**	**10-Mar-15**	**10-Dec-14**	**10-Jun-14**	
15-Jul	188.66	187.65	176.72	182.60	216.12	220.90	**-14.59**
15-Sep	191.51	189.21	179.29	186.27	219.25	225.22	**-14.97**
15-Dec	196.56	194.17	185.54	191.69	198.12	234.03	**-16.01**
16-Mar	201.24	199.22	191.42	196.56	226.87	258.47	**-22.14**
16-May	204.46	202.62	195.18	199.50	226.13	259.94	**-21.34**
16-Jul	206.48	204.37	197.48	199.77	221.27	254.33	**-18.82**

CBOT May- 15FutureCharts:



__International FOB prices Weekly price Movement (USD/T):__



International Weather update: (Source-USDA)

Australia- In Western and South parts of Australia bulk of the rains occure in wheat belt, providing little additional moisture for vegetative winter grains. More widespread, albeit light showers fell across Victoria and southern New South Wales, aiding wheat, barley, and canola emergence and establishment. In northern New South Wales, widely scattered showers helped maintain local moisture supplies for vegetative winter grains. Elsewhere in northern New South Wales and in southern Queensland, dry weather reduced moisture supplies for wheat and other winter crops, likely slowing early crop development.

Argentina- Warm, dry weather sustained rapid rates of summer crop drydown and harvesting. The main agricultural areas of central and northern Argentina recorded little to no rainfall; weekly temperatures averaging 2 to 6°C above normal enhanced the drying. Conditions were particularly welcome in the northeastern cotton belt (including Chaco and Formosa), where the lingering effects of earlier wetness hampered fieldwork. Wheat planting was reportedly underway in locations where moisture was available.

Russia and Ukraine- Showers and thunderstorms renewed planting delays in western spring wheat areas, though pockets of dry weather enabled fieldwork to proceed locally. After last week'swelcomed dry spell across northern Kazakhstan and Russia's southern Urals District, moderate to heavy showers (10-55 mm) renewed planting delays for spring wheat. Spring wheat is typically planted during May, and reports from the field indicated substantial delays due to abnormally wet weather during the month. Despite the mostly unsettled conditions, crop areas from the south-central Urals District into northwestern Kazakhstan benefited from dry, hot weather (up to 8°C above normal).

International Weekly Outlook:

Global wheat market is likely to trade steady to slightly firm due to US lower crop size, below normal prospects for Australian wheat. Likely imposition of export tax by Russia may be supportive for global wheat market. However, any one way spike is unlikely as there are lots of wheat in global market. Overall sentiment for June remains firm.