Domestic Market Updates:

As expected wheat cash market continued to move up and uptrend is likely continue in the weeks ahead on the back of renewed demand from local millers. Demand for wheat products is expected to increase continuously and it will continue to support cash market despite likely release from central pool stock through OMSS. Premium varieties will continue to rule firm till the end of the year.

India has exported 2877.6 tonne wheat in the Second week week of July till 12th, at an ave FOB price of $283.53 per tonne (FAQ quality). During the same period wheat import was registered at 71149.72 tonne at an Ave CIF of $270.58 per tonne. Wheat has been imported from Australia and is likely to continue as deals have already been struck.

Wheat stock in central pool was registered at 386.80 lakh tonne on 1st ,July,2015.It is 2.81 percent lower than the stock available in July ,2014.The reason for lower stock is mainly attributed to lower procurement this year(around 276 lakh tonne).It is lower by 4.14 percent in comparison to June,2015 stock.

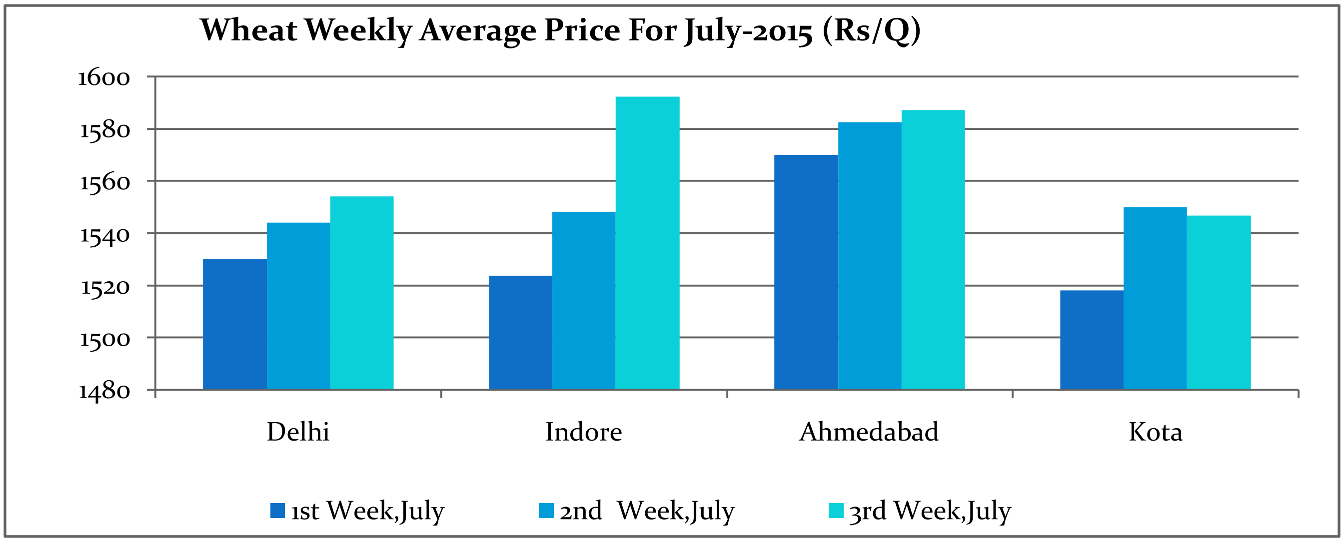
Under stocking norms and strategic reserve, India needs 245 and 30 lakh tonne wheat on 1st July,2015. As against this, the total availability was 386.80 lakh tonne on 1st,July, higher by111.80 lakh tonne than the actual requirement. As wheat stock in central pool is higher, govt. may release additional quantity to keep prices under check through various modes of allocations.

Total wheat procurement was registered at 280.88 lakh tonne as on 14.07.2015 as against 271.66 lakh tonne till date last year. Punjab has contributed 103.44 lakh tonne so far, followed by Haryana 67.78 lakh tonne. M.P. contribution stands at around 73.09 lakh tonne. Rajasthan has procured only13.0 lakh tonne. Overall procurement is up by 3.39 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 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 tonne wheat in 2013-14.

Weather OutLook For(Fourth Week of July,2015)

In the monsoon season, cumulative Rainfall for the country as a whole during the period 1st June to 08 July, 2015 was 4% lower than Long Period Average (LPA). Rainfall (% departure from LPA) in the four broad geographical divisions of the country during the above period was higher by 9% in North West India and lower by 4% in East North East India, 8% in Central India, 7% in South Peninsula. Heavy rainfall would occur atisolated places over East Rajasthan, Sub Himalayan WestBengal & Sikkim, Assam & Meghalaya, West Madhya Pradesh, East Madhya Pradesh, Gujarat region andKonkan & Goa. Heavy rainfall would occur at isolated places over Jammu & Kashmir, Himachal Pradesh,Uttarakhand, Punjab, Haryana, Chandigarh & Delhi, West Uttar Pradesh, East Madhya Pradesh, Chhattisgarh,Nagaland, Manipur, Mizoram & Tripura, Coastal & South Interior Karnataka and Kerala



Wheat prices continued to move up in major bench mark markets except Kota. Festive demand for wheat products and millers continued buying at local market remain supportive to the cash market fundamentals. Lack of premium and milling grade wheat in open market and restricted selling by stockists may further push market up in the weeks ahead.

Wheat Stock: As on 1st July,2015:

STOCKS OF WHEAT IN CENTRAL POOL AS ON 01.07.2015:	STOCK WITH FCI	STOCK WITH STATE AGENCIES	TOTAL IN CENTRAL POOL
EAST ZONE	7.82	0	7.82
NORTH EAST ZONE	0.81	0	0.81
NORTH ZONE	158.51	116.05	274.56
SOUTH ZONE	3.23	0	3.23
WEST ZONE	12.95	83.62	96.57
TOTAL	183.32	199.67	382.99

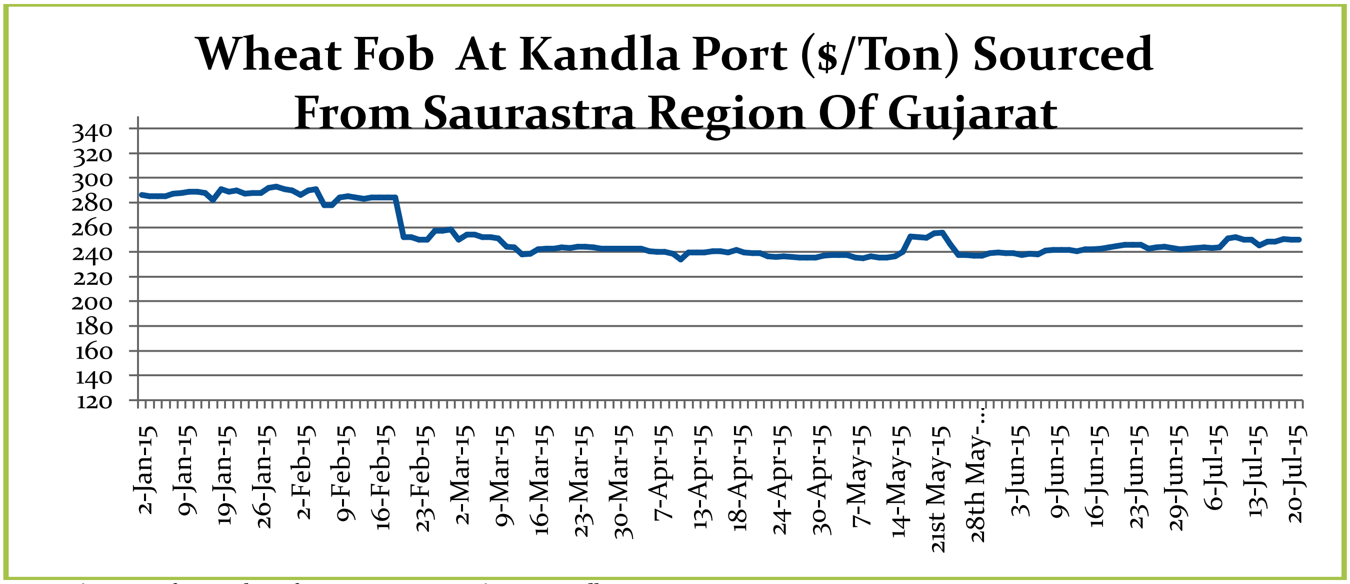
Note: Fig In Lakh T, Total includes stock in Mandis and in transit too.

FOB Value as on 17.07.2015 from various destinations at Kandla:

Parity Calculation	**Rajkot (FOR)**	**Kota**	**Khagaria**	**Indore**	**Kosi**	**MSP**	**ECO.Cost**
Basic cost of wheat (Rs/ton)	15250	15500	14650	16250	NA	14500	20400
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)	15900	18000	17200	18350	2200	16300	20400
Indian FOB (USD/MT)	**250.43**	**283.51**	**270.91**	**289.02**	**34.65**	**256.73**	**321.31**
Insurance @ 0.1%	0.25	0.28	0.27	0.29	0.03	0.26	0.32
Freight Charges (US $/ton) to Chittagong	18	18	18	18	18	18	18
CIF (kandla to Chittagong)	268	302	289	307	53	275	339
INR Value 63.49 (17.07.2015)	63.49	63.49	63.49	63.49	63.49	63.49	63.49
Russian Wheat FOB (USD/MT)	**230**	**230**	**230**	**230**	**230**	**230**	**230**

Spot prices of wheat at NCDEX Delivery centers					
NCDEX SPOT	**Today**	**Week Ago**	**Month Ago**	**Year Ago**	**Change over previous Year %**
	17-Jul-15	**10-Jul-15**	**17-Jun-15**	**17-Jul-14**	
Indore	1542	1519	1488	1631	-5.46
Bareilly	-	-	-	1615	-
Delhi	1564	1547	1566	1600	-2.25
Khanna	-	-	-	-	-
Kanpur	1455	1450	1455	1550	-6.13
Karnal	-	-	-	-	-
Rajkot	1518	1480	1405	1595	-4.83
Kota	1548	1544	1493	1638	-5.49

India FOB, Kandla (USD/T):



FoB Prices are of new wheat from Saurastra Region to Kandla

Wheat Export Weekly Data:

Wheat Export	Quantity MT	Ave FOB Kandla($/T)	High	Low
18-24May2015	2581.86	278.52	339.65	224.96
25.-30 May2015	2388.34	268.93	345.19	234
31-May to 7th June-15	3872.38	267.86	362.32	219.78
8th June to 14 June-15	6459.2	259.32	337	222.17
15th to 21st ,June -15	3624.07	273.88	337.52	238.93
22to 28,June-15	3432.95	273.75	338.58	229.12
29th to 5th ,July-15	27923.64	270.58	361.23	236.58
6th to 12 ,July-15	2877.6	283.53	356.82	235.44

Export volume decreased significantly last week from27923 tonne to2877.6 tonne tonne in the 2nd week of July.

Wheat Import Weekly Data:

Wheat import	Quantity MT	Ave CIF Tuticorin	High	Low
18-24May,2015	1751.34	298.91	301.32	296.5
25-30 May-2015	10004.9	302.95	330	295
31 May to7th June-15	2082.72	303.31	325.82	289.89
8th to 14 june-15	61750.43	288.17	297.14	270.73
15to21,June-15	5745.03	295.85	318.15	270.73
22 to 28,June-15	27,500	268.78	268.78	268.78
29 to 5th July-15	15994.28	301.25	313.61	240
6th to12 July--15	71149.72	270.58	304.44	254.63

Source:*Provisional Data (As per IBIS)

Wheat ProcurementTill 14th July,2015:

States	Total During 2014-15	Target For 2015-16	Procurement for the season as on 13th July, 2014	Procurement for the season as on 14th July, 2015	% Ch till date
Punjab	116.41	125	107.74	103.44	-3.99%
Haryana	64.95	65	64.14	67.78	5.68%
UP	6.28	30	6.28	22.67	260.99%
M.P.	70.94	78	71.88	73.09	1.68%
Bihar	0	0	0	0	
Rajasthan	21.59	20	21.54	13	-39.65%
Uttrakhand	0.01	1.2	0.01	0.04	300.00%
Chandigarh	0.05	0	0.05	0.11	120.00%
Delhi	0	0		0.02	
Gujarat	0	1		0.73	
Jharkhand	0	0			
HP	0	0			
Maharashtra	0	0.2			
J&K		0			
West Bengal	0	0.2			
Others	0	0.4	0.02	0	
TOTAL	280.23	321	271.66	280.88	3.39%

Wheat procurement is up by 3.39 percent till14th July,2015.

Domestic Key Spot Market Weekly Price Comparison:

Spot Market Price:

Centre	Market	Variety	Prices (Rs/Qtl)				
			Today	Yesterday	Week Ago	Month Ago	Year Ago
			17-Jul-15	16-Jul-15	10-Jul-15	17-Jun-15	17-Jul-14
Delhi	Lawrence Road	Mill Delivery	1555	1560	1540	1550	1595
	Narella	Mill Quality	1520	1515	NA	NA	1525

		Loose					
	Nazafgarh	Mill Quality Loose	1470	1475	1450	NA	1515
Gujarat	Rajkot	Mill Delivery	1540	1540	1500	1460	1600
	Ahmedabad	Mill Delivery	1585	1585	1590	1560	1690
	Dhrol	Mill Quality Loose	NA	NA	1410	1320	NA
	Surat	Mill Delivery	1625	1625	1620	1590	1725
M.P.	Bhopal	Mill Quality Loose	1460	Closed	1430	1400	1550
	Indore	Mill Delivery	1625	Closed	1565	1495	1660
Rajasthan	Kota	Mill Quality Loose	1440	Closed	1450	1400	1525
		Mill Delivery	1550	Closed	1550	1500	1600
U.P.	Kanpur	Mill Delivery	1540	1540	1540	1545	1550
	Mathura	Mill Quality Loose	1380	1390	1370	1420	1475
	Kosi	Mill Quality Loose	NA	NA	1400	1350	1450
	Hathras	Mill Quality Loose	NA	1335	1340	1360	1460
	Aligarh	Mill Quality Loose	NA	1400	1380	NA	1425
Punjab	Khanna	Mill Quality Loose	1480	1480	1480	1450	1410
	Ludhiana (Jagraon)	Mill Delivery	1550	1550	1550	1500	1500
Haryana	Sirsa	Mill Delivery loose	1500	1500	1500	1475	1470
	Hodal	Mill Delivery	1550	1550	1520	1550	1580
	Karnal	Mill Quality Loose	NA	NA	NA	1480	NA
	Bhiwani	Mill Quality Loose	1450	1450	1450	1450	1520
	Panipat	Mill Quality Loose	NA	NA	NA	NA	NA
Tamil Nadu	Chennai	Mill Quality	1725	Closed	1725	1700	1800
	Madurai	Mill Quality	1782	Closed	1782	1757	1857
	Coimbatore	Mill Quality	1782	Closed	1782	1757	1857
Bihar	Sitamari	Mill Delivery	NA	NA	1415	1380	1590
	Khagariya	Mill Delivery	1465	1450	1400	1320	NA

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

Wheat (Weekly Chart)

Technical Commentary:

- Candle stick chart depicts weak tone in the market.
- Rise in price and rise in O.I. indicate long build up.
- RSI is almost steady in neutral zone hints range bound movement movement.

Strategy: Buy On Dip

Weekly Supports & Resistances			**S2**	**S1**	**PCP**	**R1**	**R2**
Wheat	NCDEX	August	1460	1483	1500	1521	1543
Weekly Trade Call*			**Call**	**Entry**	**T1**	**T2**	**SL**
Wheat	NCDEX	August	Buy above	1488	1515	1520	1482

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

Domestic Weekly Outlook:

Month of July started with firm tone and touched its high in the second week of the review period. Short supply of milling and premium grade wheat in cash market and short covering by local millers remain supportive to the cash market fundamental. Festive demand for wheat products and millers active buying at local market may push market further up in the weeks ahead. Wheat release through OMSS at Rs1550 per qtl from central pool stock (Punjab/Haryana) would not help much to quench the thirst for flour millers' needs. Export demand is weak as there is no parity for Indian exporters despite improved quotes in global market. Agriwatch expects firmness to continue this week too

International Market Updates:

IGC has revised global wheat production estimate down by 4 million tonne to 711 MMT for 2015-16.The reason for downward revision is mainly attributed to lower production in India(from 91 to 89 MMT now),Australia(from 27 to 25.5 MMT)andEU(from 150 to 148.5 MMT).However,it has revised Ukraine wheat production estimate up from21 to 22 MMT.

In a latest development in global wheat market Russian export price was seen softening this week after slight firmness last week. Harvesting in Russia gathered momentum now. However, concern over quality still remains due to recent rains.Black Sea forward prices for Russian new-crop wheat with 12.5 percent protein content were at $197 per tonne on a free-on-board (FOB) basis at the end of last week. It was being quoted lower by $1.5 per tonne. The decline in prices was caused by a seasonally high supply.

Russian farmers had harvested 18.7 million tonnes of all grains from 11 percent of the total area as of July 16, down from 22.2 million tonnes at the same date a year ago. Yields were at 3.73 tonnes per hectare, up from 3.53 tonnes. The country's grain stocks at farms and at procurement and processing companies, excluding small farms, were up 9 percent from a year earlier to 12.3 million tonnes as of July 1.Production is expected in between56 to 59 MMT in 2015.

Korea's private flour miller has bought31,700 tonne milling grade wheat from Australia, scheduled to be delivered in November,2015.The purchase comprised 26,500 tonnes of soft white wheat of 10.3 to 11.0 percent protein content, bought at around $252 to $255 a tonne fob, and 5,200 tonnes of hard wheat of a minimum 11.5 percent protein, bought at between $258 and $259 a tonne fob.

Grain exports from Russia could rise by the end of this month after the Customs Service introduced an easier-to-navigate system for tax payments on sales abroad, Russian customs officials and traders have been clashing over the level of a wheat export tax, launched on July 1. Russia exported 434,000 tonnes of grain over the first 15 days of July, including 200,000 tonnes of wheat due to higher tax imposition. The tax issue in Russia's key exporting regions seemed to have been solved, and wheat exports were expected to speed up in the second half of July.

The wheat export tax is set at 50 percent of the customs price per tonne minus 5,500 roubles ($97), but not less than 50 roubles per tonne. Black Sea prices for Russian wheat with 12.5 percent protein content were at $199.5 per tonne on a free-on-board (FOB) basis at the end of last week

IGC Wheat Balance Sheet:

(Quantity in MMT)

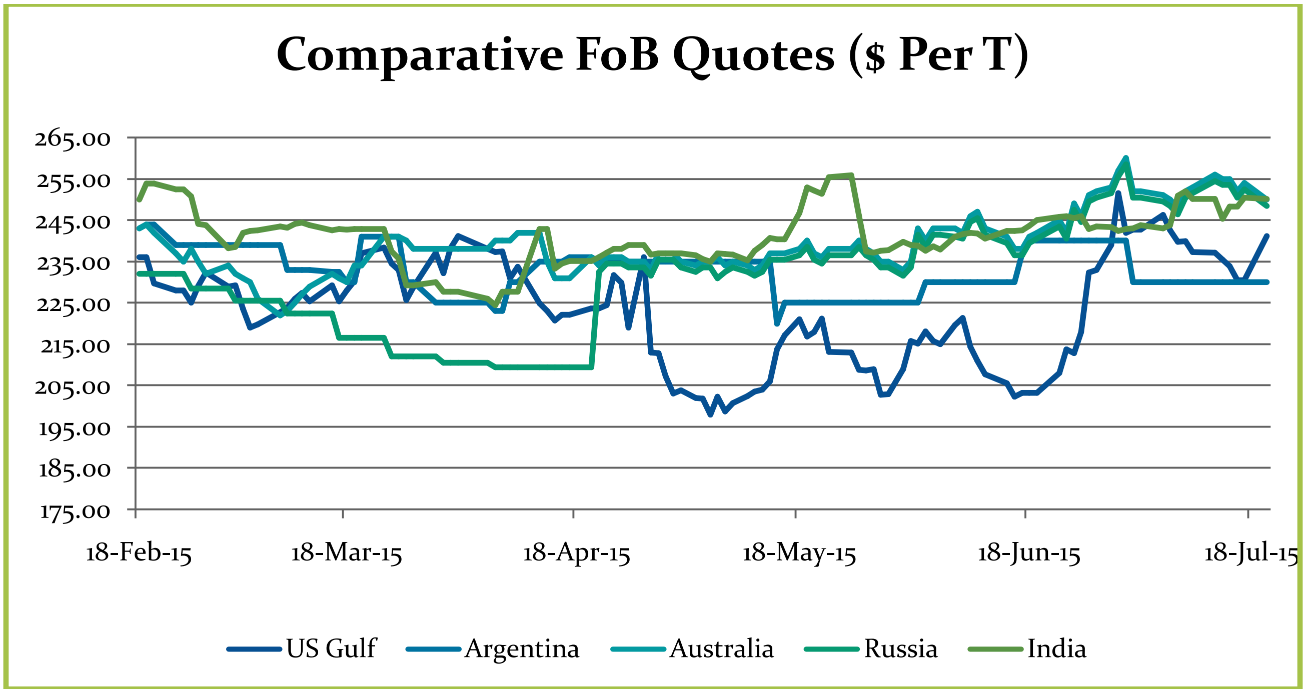
IGC Forecast(Fig-In MMT)	2012-13.	2013-14 Est	2014-15 F'cast	2015-16 Projection	
				28.04.2015	25.06.2015
Production	655	712	721	715	711
Trade	142	156	153	149	149
Consumptions	677	696	710	715	713
Carryover stocks	171	187	198	200	196
Y-O-Y change	-21	16	10	0	-2
Major Export	51	55	64	67	65

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
	16-Jul-15	9-Jul-15	16-Jun-15	16-Apr-15	16-Jan-15	16-Jul-14	
15-Sep	206.57	212.36	181.68	195.00	200.60	228.43	-9.57
15-Dec	209.79	215.30	186.73	201.34	204.92	234.03	-10.36
16-Mar	212.72	218.24	191.42	206.30	207.21	237.34	-10.37
16-May	214.01	219.52	194.35	209.42	207.12	236.97	-9.69
16-Jul	213.46	218.60	196.19	199.41	202.62	232.93	-8.36
16-Sep	215.57	220.72	199.31	202.66	204.09	232.93	-7.45

CBOT May- 15FutureCharts:

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



International Weather update: (Source-USDA)

Australia- bulk of the rains occurred in Western and Southern parts of Australia -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, slowing early crop development.

Argentina-Warm, dry weather sustained rapid rates of summer crop dry-down 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) led toplanting 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 weak due to higher supply in Russia and resolved of export tax issue there. Besides , lower export sales data in US and higher marketable surplus in Australia may put pressure on global wheat market. It may trade lower in the weeks ahead.