

## Wheat Domestic Fundamentals:

**Market participants** opine that wheat FAQ varieties would trade slightly higher in the short to medium term while premium grade would continue to trade firm. Wheat is being traded in the range of Rs 1560 to Rs 1670 per qtl., depending upon sourcing place and quality of the seed.

**Wheat import during the week ending 4<sup>th</sup> Oct - was registered** at 25816.39 tonne at an average CioF quote of \$258.96 per tonne. As parity is not in favour of India, export volume is unlikely to increase in the coming weeks. There is no export in last week ending 4<sup>th</sup> October. Wheat has been imported from Australia and offloaded at Cochin port.

**Wheat stock in central pool was registered at 336.65 lakh tonne as on 16.09.2015. Stock in transit was reported at around 3.46 lakh tonne while wheat lying in mandis was registered at 0.35 lakh tonne. As on first October India requires 175.20 lakh tonne as buffer stock and 30 lakh tonne as reserve stock. In Sept 2014 central pool stock was registered at 351.72 lakh tonne. It is 1.98 percent lower than the available stock in Sept, 2014**

**Agricultural Statistics Division, Directorate of Economics & Statistics (DES)** has released First Adv. Estimate for kharif crop for 2015-16 on 16th Sept, 2015. Production target for wheat in Rabi has been set at 94.75 lakh tonne. In fourth adv. estimate it has revised wheat production estimate for 2014-15 to 90.78 lakh tonne. Notably, India has produced 95.85 million tonne wheat in 2013-14.

**Total wheat procurement was registered at 280.88 lakh tonne** as on 14.07.2015 as against 271.66 lakh tonne during same period 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 only 13.0 lakh tonne. Overall procurement is up by 3.39 percent this year.

**Wheat cash market is expected to stay steady to slightly firm in the near to medium term** due to seasonal factors and hope for MSP hike for the next MY. The CACP has recommended Rs 75 per qtl hike in wheat MSP to Rs 1525 per qtl. for Next MY. Supply side may shrink slightly. However, ample stock available with govt and its regular release would limit any unexpected spike. Premium grade would continue to rule firm as expected.

### International Market Update:

**Wheat FoB quotes in Russia improved around \$5 per tonne** in anticipation of wheat export tax cut and govt 's plan to procure wheat at higher price. Decision on tax cut is expected in the first week of Oct. Wheat having 12.5 percent protein content quoted at \$187 per tonne free-on-board (FOB) at the end of last week, up \$5 from a week earlier. Currently, export tax is set at 50 percent of the customs price minus 5,500 roubles (\$83) per tonne, but not less than 50 roubles a Ton. Now limit may be raised from 5500 to 6500 rouble per ton.

*Iran has cancelled import duties imposed in the month of July this year on wheat. Notably, Iran govt. had imposed wheat import duty @ \$50 per tonne which made import totally unfeasible. Import duty has been lifted off despite repeated statements that Iran has sufficient stock and there is no need of any import this year.*

**Russia exported 6 million tonne wheat during 1st July to 18,sept-2015. Wheat export volume has decreased 23 percent in comparison to last year. Domestic price for third grade wheat is being quoted at \$154 per tonne.**

**With favourable weather condition for standing crop of wheat in** Australia market analysts have started talking higher than expected production this year. As per the latest update by ABARE Australia may enjoy 25.2 MMT wheat production this year and export 1MMT more than normal expectation of 16.5 MMT in 2015-16 (starting from July to June) Higher export expectation has surfaced ground despite ample EU and Black Sea Region Crop.

**Domestic market Outlook:** *Wheat cash market is likely to stay steady to slightly firm.*

**Wheat Futures Contact: NCDEX Price Date:10-10-2015**

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Spread	Oct-15	Nov-15	Dec-15	Jan-16
<b>Spot Narela</b>				
<b>Oct-15</b>	-			
<b>Nov-15</b>		-		
<b>Dec-15</b>			-	

Stocks	Demat	In- Process	Total	FED
	<b>9-Oct-15</b>	<b>9-Oct-15</b>	<b>9-Oct-15</b>	<b>5-Oct-15</b>
<b>Delhi</b>	-	-	-	-
<b>Itarsi</b>	-	-	-	-
<b>Kanpur</b>	-	-	-	-
<b>Kota</b>	29467	0	29467	30115
<b>Rajkot</b>	-	-	-	-

**Wheat Daily Prices and Arrivals on 10.10.2015**

Centre	Market	Variety	Prices (Rs/Qtl)		Change
<b>Delhi</b>			<b>10-Oct-15</b>	<b>09-Oct-15</b>	
	Lawrence Road	Mill Delivery	1690	1695	<b>-5</b>
	Narella	Mill Quality Loose	1640	1625	<b>15</b>
	Nazafgarh	Mill Quality Loose	1635	1630	<b>5</b>
<b>Gujarat</b>	Rajkot	Mill Delivery	1600	1580	<b>20</b>
	Ahmedabad	Mill Delivery	1650	1640	<b>10</b>
	Dhrol	Mill Quality Loose	NA	1700	<b>-</b>
	Surat	Mill Delivery	1700	1680	<b>20</b>
<b>M.P.</b>	Bhopal	Mill Quality Loose	1520	1500	<b>20</b>
	Indore	Mill Delivery	1690	1690	<b>Unch</b>
<b>Rajasthan</b>	Kota	Mill Quality Loose	1520	1520	<b>Unch</b>
		Mill Delivery	1600	1600	<b>Unch</b>
<b>U.P.</b>	Kanpur	Mill Delivery	1560	1550	<b>10</b>
	Mathura	Mill Quality Loose	1535	1525	<b>10</b>
	Kosi	Mill Quality Loose	1520	Closed	<b>-</b>
	Hathras	Mill Quality Loose	1525	1525	<b>Unch</b>
	Aligarh	Mill Quality Loose	1510	1510	<b>Unch</b>
<b>Punjab</b>	Khanna	Mill Quality Loose	NA	NA	<b>-</b>
	(Ludhiana)Jagraon	Mill Delivery	NA	NA	<b>-</b>
<b>Haryana</b>	Sirsa	Mill Delivery loose	1535	1535	<b>Unch</b>
	Hodal	Mill Delivery	1700	1700	<b>Unch</b>
	Karnal	Mill Delivery	NA	NA	<b>-</b>
	Bhiwani	Mill Quality Loose	1570	1580	<b>-10</b>
	Panipat	Mill Quality Loose	NA	NA	<b>-</b>
<b>Tamil Nadu</b>	Chennai	Mill Quality	1850	1850	<b>Unch</b>
	Madurai	Mill Quality	1907	1907	<b>Unch</b>
	Coimbatore	Mill Quality	1907	1907	<b>Unch</b>
<b>Bihar</b>	Sitamari	Mill Delivery	Closed	1535	<b>-</b>
	Khagariya	Mill Delivery	1650	1680	<b>-30</b>

<b>FOR</b>	Kandla(Rajasthan-Rajkot)	Mill Quality	1600	1600	Unch
	Gandhidham(Rajasthan-Rajkot)	Mill Quality	1600	1600	Unch

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			10-Oct-15	9-Oct-15	
<b>Gujarat</b>	Rajkot	Lokwan	1900	1900	Unch
	Dhrol	Lokwan	NA	1965	-
	Indore	Lokwan	2000	2000	Unch
<b>M.P.</b>	Bhopal	Lokwan	1700	1700	Unch
	Bina	Sarbati 306	2200	2200	Unch
	Kota	Lokwan Bilty	1750	1800	-50
<b>Rajasthan</b>	Baran	Lokwan	NA	NA	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			10-Oct-15	9-Oct-15	
<b>Delhi</b>	Lawrence Road	Mill Delivery	8000	7000	1000
	Narella	Mill Quality Loose	500	400	100
	Nazafgarh	Mill Quality Loose	100	150	-50
<b>Gujarat</b>	Rajkot	Mill Quality Loose	900	900	Unch
	Dhrol	Mill Quality Loose	NA	4	-
<b>M.P.</b>	Indore	Mill Quality Loose	3000	2000	1000
<b>Rajasthan</b>	Kota	Mill Quality	5000	4000	1000
<b>U.P.</b>	Kanpur	Mill Quality Loose	500	400	100
	Mathura	Mill Quality Loose	300	400	-100
	Kosi	Mill Quality Loose	800	Closed	-
	Hathras	Mill Quality Loose	400	400	Unch
	Aligarh	Mill Quality Loose	1000	1000	Unch
<b>Punjab</b>	Khanna	Mill Quality Loose	NA	NA	-
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
<b>Haryana</b>	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	50	50	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	700	500	200

Wheat Products Delhi			10-Oct-15	9-Oct-15	Change
Atta (50kg) Ordinary			875	875	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	-

Wheat (CBOT) Future Price: 9.10.2015					
Contract Month	Open	High	Low	Close	Change
15-Dec	511.00	519.50	504.00	509.25	-2.25
16-Mar	518.25	526.50	511.75	516.75	-2.25
16-May	525.50	531.00	518.00	521.75	-2.25
16-Jul	532.00	534.75	521.75	526.00	-2.00
16-Sep	540.75	540.75	530.00	534.75	-2.25
16-Dec	554.00	554.00	543.75	548.75	-2.50

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