

Wheat Domestic Fundamentals:

India may increase import duty on wheat from 10 percent to 25 percent soon. The govt has expressed its concern over incoming wheat from overseas market. Millers from South India are importing wheat from Australia, France and Ukraine due to cheaper availability of wheat in these countries. In current MY India has imported 4.75 lakh tonne wheat so far. In August, the government imposed a 10 per cent import duty on wheat - for the first time since 2006.

Wheat cash market stayed steady to slightly firm taking clue from firm futures. 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 1580 to Rs 1650 per qtl., depending upon sourcing place and quality of the seed. Overall sentiment remains firm.

Agriwatch preliminary estimate (based on pre sowing farmer's intention) shows slightly lower area coverage under wheat than last year. Area coverage may dip slightly in Rajasthan. Wheat sowing starts in Gujarat and may get delayed by a week or two in other states. Total area coverage may touch 304 lakh ha. Under normal condition wheat production is expected around 94 MMT in 2015-16 crop year.

Wheat import during the week ending 11th Oct - was registered at 3000 tonne at an average CiF quote of \$268.63 per tonne. As parity is not in favour of India, export volume is unlikely to increase in the coming weeks. Export volume was registered at 484.51 tonne during the same period at an average FoB of \$300.87 per tonne.. 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.

The CACP(Commission for Agricultural Costs and Prices) has recommended to hike wheat MSP by 5.17 percent from Rs 1450 to Rs 1525 per qtl for wheat to be marketed in MY2016-17. In general Agriculture Ministry accepts CACP recommendation. However, ministry will prepare a cabinet note after taking suggestion from states and other ministries.

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.

International Market Update:

IGC has revised wheat production estimate by 7 million tonne to 727 MMT on the basis of improved production prospects in Russian Ukraine, Australia and EU. It might be a final production estimate for the year. Previously IGC had increased production estimate from 710 to 720 MMT.

Jordan has cancelled tender for buying 1lakh tonne hard wheat. Trades sources say that there was no offer made to this tender due to very strick term and conditions. Before this Jordan had brought one lakh tonne wheat in Sept at \$224 per tonne on CiF basis for November delivery. This year in February one Cargo was rejected by Jordan inspection authority sourced from Poland.

Saudi Arabia may Import 3.5 MMT wheat in 2016. In 2015 total wheat import may touch 3.4 MMT. As Saudi Arabia has abandoned its plan to achieve self sufficiency, import volume is expected to increase continuously.

Domestic market Outlook: Wheat cash market is likely trade firm..

Wheat Futures Contact: NCDEX Price Date: 15-10-2015

Contract Month	Ch from previous day	Open	High	Low	Close	Vol	Ch. From previous day	OI	Ch. From previous day
15-Oct	27	1607	1635	1630	1634	50	-230	900	-360
15-Nov	6	1644	1650	1636	1642	2290	500	6450	410
15-Dec	11	1669	1680	1670	1680	30	-70	150	30

Spread	Oct-15	Nov-15	Dec-15	Jan-16
Spot Narela				
Oct-15	-1			
Nov-15		8		
Dec-15			78	

Stocks	Demat	In- Process	Total	FED
	14-Oct-15	14-Oct-15	14-Oct-15	12-Oct-15
Delhi				
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	29467	0	29467	29467
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 15.10.2015

	Market	Variety	Prices (Rs/Qtl)		Change
			15-Oct-15	14-Oct-15	
Delhi					
	Lawrence Road	Mill Delivery	1685	1690	-5
	Narella	Mill Quality Loose	1635	Closed	-
	Nazafgarh	Mill Quality Loose	1625	Closed	-
Gujarat	Rajkot	Mill Delivery	1650	1625	25
	Ahmedabad	Mill Delivery	1720	1715	5
	Dhrol	Mill Quality Loose	NA	1865	-
	Surat	Mill Delivery	1770	1765	5
M.P.	Bhopal	Mill Quality Loose	1510	1510	Unch
	Indore	Mill Delivery	1710	1710	Unch
Rajasthan	Kota	Mill Quality Loose	1550	1520	30
		Mill Delivery	1625	1600	25
U.P.	Kanpur	Mill Delivery	1555	1560	-5
	Mathura	Mill Quality Loose	1530	1530	Unch
	Kosi	Mill Quality Loose	1560	1565	-5
	Hathras	Mill Quality Loose	1580	1580	Unch
	Aligarh	Mill Quality Loose	1500	Closed	-
Punjab	Khanna	Mill Quality Loose	NA	NA	-
	(Ludhiana)Jagraon	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1550	1550	Unch
	Hodal	Mill Delivery	NA	NA	-
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1600	1590	10
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	1850	1850	Unch
	Madurai	Mill Quality	1907	1907	Unch
	Coimbatore	Mill Quality	1907	1907	Unch
Bihar	Sitamari	Mill Delivery	1540	1540	Unch
	Khagariya	Mill Delivery	1650	1650	Unch
FOR	Kandla(Rajasthan-Rajkot)	Mill Quality	1600	1600	Unch

	Gandhidham(Rajasthan-Rajkot)	Mill Quality	1600	1600	Unch
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Centre	Market	Variety	Prices (Rs/Qtl)		Change
			15-Oct-15	14-Oct-15	
Gujarat					
	Rajkot	Lokwan	1950	1900	50
	Dhrol	Lokwan	NA	2230	-
M.P.	Indore	Lokwan	2000	2000	Unch
	Bhopal	Lokwan	1700	1700	Unch
	Bina	Sarbati 306	2200	Closed	-
Rajasthan	Kota	Lokwan Bilty	1700	1750	-50
	Baran	Lokwan	NA	NA	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			15-Oct-15	14-Oct-15	
Delhi					
	Lawrence Road	Mill Delivery	4000	3000	1000
	Narella	Mill Quality Loose	200	Closed	-
	Nazafgarh	Mill Quality Loose	100	Closed	-
Gujarat	Rajkot	Mill Quality Loose	800	600	200
	Dhrol	Mill Quality Loose	NA	4	-
M.P.	Indore	Mill Quality Loose	4000	4000	Unch
Rajasthan	Kota	Mill Quality	3000	5000	-2000
U.P.	Kanpur	Mill Quality Loose	400	400	Unch
	Mathura	Mill Quality Loose	500	300	200
	Kosi	Mill Quality Loose	800	800	Unch
	Hathras	Mill Quality Loose	500	500	Unch
	Aligarh	Mill Quality Loose	2000	Closed	-
Punjab	Khanna	Mill Quality Loose	NA	NA	-
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	NA	NA	-
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	500	700	-200

Wheat Products Delhi			15-Oct-15	14-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: 14.10.2015					
Contract Month	Open	High	Low	Close	Change
15-Dec	518.50	519.75	507.50	508.25	-10.75
16-Mar	525.50	527.75	515.50	516.25	-10.75
16-May	532.00	532.00	520.50	521.25	-10.75
16-Jul	535.00	536.00	523.75	525.00	-10.50
16-Sep	543.50	543.50	533.25	533.75	-10.50
16-Dec	555.75	556.75	546.50	547.50	-10.50

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