

**Wheat Domestic Fundamentals:**

**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.

**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.

**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 11<sup>th</sup> 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:16-10-2015**

Contract Month	Ch from previous day	Open	High	Low	Close	Vol	Ch. From previous day	OI	Ch. From previous day
15-Oct	7	1633	1650	1625	1640	520	430	1290	390
15-Nov	8	1647	1653	1640	1653	2520	1500	6050	-610
15-Dec	21	1673	1694	1666	1694	70	40	160	10

Spread	Oct-15	Nov-15	Dec-15	Jan-16
<b>Spot Narela</b>				
<b>Oct-15</b>	0			
<b>Nov-15</b>		13		
<b>Dec-15</b>			26	

Stocks	Demat	In- Process	Total	FED
	<b>15-Oct-15</b>	<b>15-Oct-15</b>	<b>15-Oct-15</b>	<b>12-Oct-15</b>
<b>Delhi</b>				
<b>Itarsi</b>	-	-	-	-
<b>Kanpur</b>	-	-	-	-
<b>Kota</b>	29467	0	29467	29467
<b>Rajkot</b>	-	-	-	-

**Wheat Daily Prices and Arrivals on 16.10.2015**

	Market	Variety	Prices (Rs/Qtl)		Change
			<b>16-Oct-15</b>	<b>15-Oct-15</b>	
<b>Delhi</b>					
	Lawrence Road	Mill Delivery	1680	1685	<b>-5</b>
	Narella	Mill Quality Loose	1640	1635	<b>5</b>
	Nazafgarh	Mill Quality Loose	1620	1625	<b>-5</b>
<b>Gujarat</b>	Rajkot	Mill Delivery	1650	1650	<b>Unch</b>
	Ahmedabad	Mill Delivery	1720	1720	<b>Unch</b>
	Dhrol	Mill Quality Loose	1685	NA	<b>-</b>
	Surat	Mill Delivery	1760	1770	<b>-10</b>
<b>M.P.</b>	Bhopal	Mill Quality Loose	1525	1510	<b>15</b>
	Indore	Mill Delivery	1710	1710	<b>Unch</b>
<b>Rajasthan</b>	Kota	Mill Quality Loose	1550	1550	<b>Unch</b>
		Mill Delivery	1625	1625	<b>Unch</b>
<b>U.P.</b>	Kanpur	Mill Delivery	1560	1555	<b>5</b>
	Mathura	Mill Quality Loose	1530	1530	<b>Unch</b>
	Kosi	Mill Quality Loose	1550	1560	<b>-10</b>
	Hathras	Mill Quality Loose	1585	1580	<b>5</b>
	Aligarh	Mill Quality Loose	1500	1500	<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	1555	1550	<b>5</b>
	Hodal	Mill Delivery	NA	NA	<b>-</b>
	Karnal	Mill Delivery	NA	NA	<b>-</b>
	Bhiwani	Mill Quality Loose	1600	1600	<b>Unch</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	1540	1540	<b>Unch</b>
	Khagariya	Mill Delivery	1650	1650	<b>Unch</b>
<b>FOR</b>	Kandla(Rajasthan-Rajkot)	Mill Quality	1600	1600	<b>Unch</b>

	Gandhidham(Rajasthan-Rajkot)	Mill Quality	1600	1600	Unch
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Centre	Market	Variety	Prices (Rs/Qtl)		Change
			16-Oct-15	15-Oct-15	
Gujarat					
	Rajkot	Lokwan	2000	1950	50
	Dhrol	Lokwan	1890	NA	-
M.P.	Indore	Lokwan	2000	2000	Unch
	Bhopal	Lokwan	1700	1700	Unch
	Bina	Sarbati 306	2200	2200	Unch
Rajasthan	Kota	Lokwan Bilty	1700	1700	Unch
	Baran	Lokwan	NA	NA	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			16-Oct-15	15-Oct-15	
Delhi					
	Lawrence Road	Mill Delivery	3500	4000	-500
	Narella	Mill Quality Loose	1000	200	800
	Nazafgarh	Mill Quality Loose	100	100	Unch
Gujarat	Rajkot	Mill Quality Loose	900	800	100
	Dhrol	Mill Quality Loose	1	NA	-
M.P.	Indore	Mill Quality Loose	4000	4000	Unch
Rajasthan	Kota	Mill Quality	6000	3000	3000
U.P.	Kanpur	Mill Quality Loose	400	400	Unch
	Mathura	Mill Quality Loose	250	500	-250
	Kosi	Mill Quality Loose	1000	800	200
	Hathras	Mill Quality Loose	650	500	150
	Aligarh	Mill Quality Loose	1000	2000	-1000
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	500	Unch

Wheat Products Delhi			16-Oct-15	15-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: 15.10.2015					
Contract Month	Open	High	Low	Close	Change
15-Dec	507.75	512.75	502.00	502.50	-5.75
16-Mar	516.00	520.75	510.00	510.50	-5.75
16-May	521.00	525.50	514.75	515.25	-6.00
16-Jul	524.50	528.50	518.00	518.75	-6.25
16-Sep	533.25	534.25	526.50	527.00	-6.75
16-Dec	548.00	550.75	539.75	540.50	-7.00

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