

Wheat Domestic Fundamentals:

Wheat cash markets trades steady to slightly weak taking clue from weak futures. Market participants opine that wheat FAQ varieties would stay steady to slightly firm in the short to medium term while premium grade would continue to trade firm. Wheat is being traded in the range of Rs 1585 to Rs 1660 per qtl., depending upon sourcing place and quality of the seed. Overall sentiment remains firm. Demand from south India continues. Rake loading is being reported at Rs 1790 to 1810 per qtl. from Kota to Bangalore.

Govt increased import duty on wheat from 10 percent to 25 percent to check the current flow of import. At current duty wheat costing at Cochin port from Australi, Russia and France may be around \$329.35,291.49 and \$271.77 respectively per T.against this Indian wheat FoB is \$257 per T at Kandla Port.

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:

Egypt has brought 2.4 lakh tonne Russian and Romanian wheat At an average price of \$212.16 per tonne including freight. Deals have been struck for 60,000 Russian wheat at at \$201.98 a tonne, plus \$9.10 a tonne freight from Aston. Romanian wheat from Glencore at \$203.65 a tonne plus \$9.08 a tonne freight. French wheat from Soufflet at \$204.74 a tonne plus \$11.99 a tonne freight.

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.

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 weak.*

[illegible]

Spread	Oct-15	Nov-15	Dec-15	Jan-16
Spot Narela				
Oct-15	-15			
Nov-15		22		
Dec-15			35	

Stocks	Demat	In- Process	Total	FED
	20-Oct-15	20-Oct-15	20-Oct-15	19-Oct-15
Delhi				
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	24614	0	24614	29386
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 21.10.2015

	Market	Variety	Prices (Rs/Qtl)		Change
			21-Oct-15	20-Oct-15	
Delhi					
	Lawrence Road	Mill Delivery	1690	1685	5
	Narella	Mill Quality Loose	Closed	1630	-
	Nazafgarh	Mill Quality Loose	Closed	1640	-
Gujarat	Rajkot	Mill Delivery	1675	1670	5
	Ahmedabad	Mill Delivery	1730	1750	-20
	Dhrol	Mill Quality Loose	NA	1765	-
	Surat	Mill Delivery	1760	1770	-10
M.P.	Bhopal	Mill Quality Loose	Closed	1550	-
	Indore	Mill Delivery	1710	1710	Unch
Rajasthan	Kota	Mill Quality Loose	1550	1540	10
		Mill Delivery	1640	1600	40
U.P.	Kanpur	Mill Delivery	1565	1565	Unch
	Mathura	Mill Quality Loose	1515	1525	-10
	Kosi	Mill Quality Loose	1550	1550	Unch
	Hathras	Mill Quality Loose	1525	NR	-
	Aligarh	Mill Quality Loose	Closed	1500	-
Punjab	Khanna	Mill Quality Loose	NA	NA	-
	(Ludhiana)Jagraon	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1555	1560	-5
	Hodal	Mill Delivery	NA	NA	-
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1600	1600	Unch
	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	Closed	Closed	-
	Khagariya	Mill Delivery	1685	1680	5
FOR	Kandla(Rajasthan-Rajkot)	Mill Quality	1600	1600	Unch

	Gandhidham(Rajasthan-Rajkot)	Mill Quality	1600	1600	Unch
--	------------------------------	--------------	------	------	------

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			21-Oct-15	20-Oct-15	
Gujarat					
	Rajkot	Lokwan	2000	2000	Unch
	Dhrol	Lokwan	NA	2130	-
M.P.	Indore	Lokwan	2000	2000	Unch
	Bhopal	Lokwan	Closed	1800	-
	Bina	Sarbati 306	Closed	2400	-
Rajasthan	Kota	Lokwan Bilty	1800	1800	Unch
	Baran	Lokwan	NA	NA	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			21-Oct-15	20-Oct-15	
Delhi					
	Lawrence Road	Mill Delivery	4500	4500	Unch
	Narella	Mill Quality Loose	Closed	300	-
	Nazafgarh	Mill Quality Loose	Closed	200	-
Gujarat	Rajkot	Mill Quality Loose	600	700	-100
	Dhrol	Mill Quality Loose	7	5	2
M.P.	Indore	Mill Quality Loose	3000	3000	Unch
Rajasthan	Kota	Mill Quality	4000	4000	Unch
U.P.	Kanpur	Mill Quality Loose	400	400	Unch
	Mathura	Mill Quality Loose	400	300	100
	Kosi	Mill Quality Loose	800	700	100
	Hathras	Mill Quality Loose	NA	NR	-
	Aligarh	Mill Quality Loose	Closed	500	-
Punjab	Khanna	Mill Quality Loose	NA	NA	-
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	100	100	Unch
	Hodal	Mill Quality Loose	NA	NA	-
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	200	500	-300

Wheat Products Delhi			21-Oct-15	20-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)			733	733	Unch



Chokar (34 kg)	490	490	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: 20.10.2015					
Contract Month	Open	High	Low	Close	Change
15-Dec	486.25	491.75	483.25	491.25	5.50
16-Mar	493.25	498.75	491.00	498.25	5.00
16-May	497.25	502.75	495.50	502.75	5.00
16-Jul	501.00	505.50	498.75	505.25	4.25
16-Sep	509.50	513.75	508.00	513.75	4.50
16-Dec	523.00	528.00	521.50	528.00	4.50

Disclaimer: The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php> © 2015 Indian Agribusiness Systems Pvt Ltd.