

Wheat Domestic Fundamentals:

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 cash markets trades mixed on subdued demand from millers end. Declining temperature and recent rains have boosted better sowing conditions. However, market participants say 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 1590 to Rs 1670 per qtl., depending upon sourcing place and quality of the seed. Overall sentiment remains firm. Demand from south India Millers continues. Rake loading is being reported at Rs 1790 to 1810 per qtl. From Kota to Bangalore.

Wheat export during the week ending 25th Oct - was registered at 346.52 tonne at an average FoB quote of \$260.65 per tonne. As parity is not in favour of India, export volume is unlikely to increase in the coming weeks. Import volume was registered at 3000 tonne during the same period at an average CiF of \$274.90 per tonne..Wheat has been imported from Australia and offloaded at Cochin port.

Govt has 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.

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.

Russia has cut taxes on wheat sale for export and it has encouraged export volume last week. Buyers are switching to Russia for wheat. Black Sea prices for Russian wheat with 12.5 percent protein content were up \$1 at \$198 per tonne on a free-on-board (FOB) basis. Russian wheat export in October may be around 21 MMT. Third grade wheat quote is hovering\$169.29 per T in the European parts of Russia.

Australia has revised its production estimate down from the country's west coast region by more than 7 percent after recent bouts of hail and frost.In these regions wheat production estimate has been pegged at 7.8 million tonne during the 2015/16 season million tonnes.

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

| Wheat Futures Contact:NCDEX Price | | | | | | Date:30.10.2015 | | | |
|-----------------------------------|----------------------|------|------|------|-------|-----------------|-----------------------|------|-----------------------|
| Contract Month | Ch from previous day | Open | High | Low | Close | Vol | Ch. From previous day | OI | Ch. From previous day |
| 15-Nov | 0 | 1641 | 1651 | 1638 | 1637 | 1050 | 740 | 6290 | 0 |
| 15-Dec | 0 | 1678 | 1680 | 1674 | 1674 | 50 | -48 | 900 | -10 |
| 16-Jan | 0 | | | | | | | | |

| Spread | Nov-15 | Dec-15 | Jan-16 | Feb-16 |
|--------------------|--------|--------|--------|--------|
| Spot Narela | | | | |
| 15-Nov | -18 | | | |
| 15-Dec | | 31 | | |
| 16-Jan | | | - | |

| Stocks | Demat | In- Process | Total | FED |
|---------------|------------------|------------------|------------------|------------------|
| | 29-Oct-15 | 29-Oct-15 | 29-Oct-15 | 26-Oct-15 |
| Delhi | | | | |
| Itarsi | - | - | - | - |
| Kanpur | - | - | - | - |
| Kota | 13786 | 0 | 13786 | 14057 |
| Rajkot | - | - | - | - |

Wheat Daily Prices and Arrivals on 30.10.2015

| Centre | Market | Variety | Prices (Rs/Qtl) | | Change |
|-------------------|------------------------|---------------------|-----------------|-----------|--------|
| | | | 30-Oct-15 | 29-Oct-15 | |
| Delhi | Lawrence Road | Mill Delivery | 1690 | 1690 | Unch |
| | Narella | Mill Quality Loose | 1655 | 1655 | Unch |
| | Nazafgarh | Mill Quality Loose | 1630 | 1620 | 10 |
| Gujarat | Rajkot | Mill Delivery | 1610 | 1620 | -10 |
| | Ahmedabad | Mill Delivery | 1670 | 1680 | -10 |
| | Dhrol | Loose | 1665 | 1780 | -115 |
| | Surat | Mill Delivery | 1710 | 1720 | -10 |
| M.P. | Bhopal | Lokwan | 1525 | 1525 | Unch |
| | Indore | Mill Delivery | 1685 | 1690 | -5 |
| Rajasthan | Kota | Mill Quality Loose | 1525 | 1525 | Unch |
| | | Mill Delivery | 1625 | 1625 | Unch |
| U.P. | Kanpur | Mill Delivery | 1565 | 1565 | Unch |
| | Mathura | Mill Quality Loose | 1510 | 1510 | Unch |
| | Kosi | Mill Quality Loose | 1545 | 1540 | 5 |
| | Hathras | Mill Quality Loose | 1525 | 1525 | Unch |
| | Aligarh | Mill Quality Loose | 1480 | 1480 | Unch |
| Punjab | Khanna | Mill Quality Loose | NA | NA | - |
| | (Ludhiana)Jagraon | Mill Delivery | NA | NA | - |
| Haryana | Sirsa | Mill Delivery loose | 1565 | 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 | 1890 | 1890 | Unch |
| | Madurai | Mill Quality | 1947 | 1947 | Unch |
| | Coimbatore | Mill Quality | 1947 | 1947 | Unch |
| Bihar | Sitamari | Mill Quality | Closed | Closed | - |
| | Khagariya | Mill Quality | 1650 | 1650 | Unch |
| FOR | Kandla(Gujarat-Rajkot) | Mill Quality | 1600 | 1600 | Unch |



| | | | | | |
|--|----------------------------|--------------|------|------|------|
| | Gandhidham(Gujarat-Rajkot) | Mill Quality | 1600 | 1600 | Unch |
|--|----------------------------|--------------|------|------|------|

| Centre | Market | Variety | Prices (Rs/Qtl) | | Change |
|-----------|--------|--------------|-----------------|-----------|--------|
| | | | 30-Oct-15 | 29-Oct-15 | |
| Gujarat | Rajkot | Lokwan | 2000 | 2000 | Unch |
| | Dhrol | Lokwan | 1875 | 2105 | -230 |
| M.P. | Indore | Lokwan | 2000 | 2000 | Unch |
| | Bhopal | Lokwan | 1725 | 1725 | Unch |
| | Bina | Sarbati 306 | 2500 | 2500 | Unch |
| Rajasthan | Kota | Lokwan Bilty | 1750 | 1750 | Unch |
| | Baran | Lokwan | NA | NA | - |

| Centre | Market | Variety | Arrivals (Bags/Qtl) | | Change |
|-----------|-------------------|--------------------|---------------------|-----------|--------|
| | | | 30-Oct-15 | 29-Oct-15 | |
| Delhi | Lawrence Road | Mill Delivery | 4000 | 3000 | 1000 |
| | Narella | Mill Quality Loose | 400 | 300 | 100 |
| | Nazafgarh | Mill Quality Loose | 150 | 100 | 50 |
| Gujarat | Rajkot | Mill Quality Loose | 900 | 900 | Unch |
| | Dhrol | Mill Delivery | 7 | 6 | 1 |
| M.P. | Indore | Mill Quality Loose | 4000 | 5000 | -1000 |
| Rajasthan | Kota | Mill Quality | 5000 | 5000 | Unch |
| U.P. | Kanpur | Mill Quality Loose | 400 | 400 | Unch |
| | Mathura | Mill Quality Loose | 200 | 100 | 100 |
| | Kosi | Mill Quality Loose | 500 | 800 | -300 |
| | Hathras | Mill Quality Loose | 60 | 150 | -90 |
| | Aligarh | Mill Quality Loose | 800 | 1000 | -200 |
| 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 | 600 | 500 | 100 |

| Wheat Products Delhi | | 30-Oct-15 | 29-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: 29.10.2015 | | | | | |
|---------------------------------------|--------|--------|--------|--------|--------|
| Contract Month | Open | High | Low | Close | Change |
| 15-Dec | 506.00 | 517.50 | 505.00 | 515.00 | 9.00 |
| 16-Mar | 511.25 | 522.00 | 510.25 | 519.50 | 7.75 |
| 16-May | 516.75 | 525.50 | 515.00 | 523.50 | 7.00 |
| 16-Jul | 519.00 | 526.50 | 517.25 | 525.00 | 6.25 |
| 16-Sep | 525.75 | 534.00 | 525.75 | 533.00 | 5.75 |
| 16-Dec | 539.25 | 546.75 | 537.75 | 544.75 | 5.25 |

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