

Wheat Domestic Fundamentals:

Wheat sowing in Punjab and Haryana has entered in last phase now. This year sowing delayed by two to three weeks due to late harvesting of Pusa -44 and sugarcane. Punjab have covered 90 percent area while Haryana has covered 17 lakh ha so far. Punjab farmers may sow wheat in 35 lakh ha. Prevailing warm weather is still concern for farmers and agriculture department. If warm weather continues there may be a yield loss. In Punjab last year wheat was sown in over 35 lakh hectares and it saw a production of 152.75 lakh tonnes. In Haryana, meanwhile last year the total area under wheat was 26 lakh hectares and it produced 103 lakh tonnes.

India exported 471.60 tonne wheat during the week ending 29th Nov-2015 at an average price of \$303.55 per tonne. Around 200 kg wheat has been imported from Mexico by air during the same period and it landed in Delhi last week as per IBIS data. Ave CiF was registered at \$122.34 per tonne. However, there is no parity for wheat import and volume would remain negligible in the months ahead.

Wheat has been sown only in 117.32 lakh ha so far (till 27th Nov-2015), almost lower by 27.38 % from previous year till corresponding date. As sowing activities have increased, recovery in area to some extent is expected now. However, late sowing may reduce yield of wheat crop -it is feared now. Rainfall for the country as a whole has been 25 per cent below normal rainfall during October 1 to November 25, 2015. Coming after a 14 per cent deficient monsoon season (June-September), the possibility of a poor rabi crop, after lower kharif production, seems clear in the sight.

Major wheat growing states like Punjab has covered 4.8 % lower area so far (26.16 against 27.16 lakh ha), Haryana has covered 22.73 % lower area (15.60 against 20.19 lakh ha), Rajasthan-21.22 % lower area (12.21 against 15.50 lakh ha), Madhya Pradesh lower by 22.12% (23.69 against 30.42 lakh ha) and Uttar Pradesh lower by 51.82 % (25.27 against 52.27 lakh ha so far. Situation is not normal at sowing front and despite likely recovery production is bound to decrease this year. Against normal year's ave of area (295.74 lakh ha), total area was registered at 117.32 lakh ha against 161.57 last year as on 27.11.2015.

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:

Wheat crop condition in US has improved considerably in recent weeks. Export demand for US wheat is weak while France and Canada are trying to sell maximum wheat in the global market to lighten the burden of marketable surplus. Besides, Russian wheat price too has decreased in recent weeks due to tension between Turkey and Russia. All these developments pressurised CBOT futures. USDA has rated 55 percent of the U.S. winter wheat crop as good to excellent, up from 53 percent a week earlier and above trade expectations.

Australia has revised its wheat production estimate down by 5.1 % to 24 MMT in 2015-16 due to El Nino impact that has affected yield. Earlier In Sept it had estimated 25.3 MMT wheat production. Last year Australia had produced 23.7 MMT. Winter-crop harvesting is largely complete across Queensland and is progressing in other states.

IGC wheat production estimate remained unchanged this month too at 726 MMT. However, trade estimate has been revised up by 1 MMT to 151 MMT. Consumption estimate has been raised from 718 to 720 MMT in the month of Nov-2015. Similarly carryout stock has been revised 1MMT down from 209 to 208MMT.

Domestic market Outlook: Wheat cash market is likely trade range bound.

Wheat Futures Contact: NCDEX Price							Date: 02.12.2015		
Contract Month	Ch from previous day	Open	High	Low	Close	Vol	Ch. From previous day	OI	Ch. From previous day
15-Dec	0	1671	1671	1664	1665	1130	30	2650	-400
16-Jan	0	1667	1683	1667	1675	320	-290	360	120
16-Feb	0	1690	1690	1690	1690	-	-	-	-

Spread	Dec-15	Jan-16	Feb-16	Mar-16
Spot Narela				
15-Dec	15			
16-Jan		12		
16-Feb			-	

Stocks	Demat	In- Process	Total	FED
	1-Dec-15	1-Dec-15	1-Dec-15	30-Nov-15
Delhi				
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	1846	0	1846	7082
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 2.12.2015

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			2-Dec-15	1-Dec-15	
Delhi	Lawrence Road	Mill Delivery	1690	1685	5
	Narella	Mill Quality Loose	Closed	1650	-
	Nazafgarh	Mill Quality Loose	Closed	1630	-
Gujarat	Rajkot	Mill Delivery	1600	1600	Unch
	Ahmedabad	Mill Delivery	1640	1625	15
	Dhrol	Loose	NR	1720	-
	Surat	Mill Delivery	1660	1645	15
M.P.	Bhopal	Lokwan	1525	1525	Unch
	Indore	Mill Delivery	1650	1640	10
Rajasthan	Kota	Mill Quality Loose	1510	1510	Unch
		Mill Delivery	1610	1610	Unch
U.P.	Kanpur	Mill Delivery	1570	1565	5
	Mathura	Mill Quality Loose	1515	NA	-
	Kosi	Mill Quality Loose	1525	NA	-
	Hathras	Mill Quality Loose	NA	NA	-
	Aligarh	Mill Quality Loose	NA	NA	-
Punjab	Khanna	Mill Quality Loose	NA	NA	-
	(Ludhiana)Jagraon	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1560	1560	Unch
	Hodal	Mill Delivery	NA	NA	-
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1625	1625	Unch
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	1850	1825	25
	Madurai	Mill Quality	1907	1882	25
	Coimbatore	Mill Quality	1907	1882	25
Bihar	Sitamari	Mill Quality	1615	1610	5
	Khagariya	Mill Quality	1850	1850	Unch
FOR	Kandla(Gujarat-Rajkot)	Mill Quality	NA	NA	-

	Gandhidham(Gujarat-Rajkot)	Mill Quality	NA	NA	-
--	----------------------------	--------------	----	----	---

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			2-Dec-15	1-Dec-15	
Gujarat	Rajkot	Lokwan	1850	1900	-50
	Dhrol	Lokwan	NR	1960	-
M.P.	Indore	Lokwan	1900	2000	-100
	Bhopal	Lokwan	1680	1700	-20
	Bina	Sarbati 306	Closed	2550	-
Rajasthan	Kota	Lokwan Bilty	1725	1725	Unch
	Baran	Lokwan	NA	NA	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			2-Dec-15	1-Dec-15	
Delhi	Lawrence Road	Mill Delivery	2000	2500	-500
	Narella	Mill Quality Loose	Closed	300	-
	Nazafgarh	Mill Quality Loose	Closed	60	-
Gujarat	Rajkot	Mill Quality Loose	700	1000	-300
	Dhrol	Mill Delivery	NR	5	Unch
M.P.	Indore	Mill Quality Loose	2000	3000	-1000
Rajasthan	Kota	Mill Quality	2000	5000	-3000
U.P.	Kanpur	Mill Quality Loose	200	500	-300
	Mathura	Mill Quality Loose	250	NA	-
	Kosi	Mill Quality Loose	200	NA	-
	Hathras	Mill Quality Loose	NA	NA	-
	Aligarh	Mill Quality Loose	NA	NA	-
Punjab	Khanna	Mill Quality Loose	NA	NA	-
	(Ludhiana).Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	100	200	-100
	Hodal	Mill Quality Loose	NA	NA	-
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	600	500	100

Wheat Products Delhi			2-Dec-15	1-Dec-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: 1.12.2015					
Contract Month	Open	High	Low	Close	Change
15-Dec	460.00	464.00	456.50	456.50	-3.50
16-Mar	474.00	480.25	470.75	471.50	-4.00
16-May	483.00	488.00	478.75	479.25	-4.75
16-Jul	492.25	495.25	486.00	486.75	-6.00
16-Sep	504.25	505.50	497.25	497.75	-6.50
16-Dec	518.75	520.50	511.50	512.25	-7.75

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.