

Wheat Domestic Fundamentals:

Wheat cash market traded mixed at the fag end of the week. As supply side remains balanced, firmness is unlikely in the short term. Wheat sowing in Punjab is almost over now. This year sowing delayed by two to three weeks due to late harvesting of Pusa -44 (paddy) and sugarcane. Punjab has covered 96 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 a 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:

Jordan has brought 1 lakh tonne wheat through tender at \$235 a tonne on CiF basis and shipment is scheduled to be delivered in the second fortnight of February. Previously two tenders of same quantity have been cancelled due to lack of offers. Tough terms had discouraged bidders two weeks ago. Additional one lakh tonne wheat is being sought once again.

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 1 MMT down from 209 to 208 MMT.

Domestic market Outlook: Wheat cash market is likely trade steady to slightly firm.

Wheat Futures Contact: NCDEX Price							Date: 04.12.2015		
Contract Month	Ch from previous day	Open	High	Low	Close	Vol	Ch. From previous day	OI	Ch. From previous day
15-Dec	-7	1663	1663	1647	1650	600	-330	2520	80
16-Jan	-15	1675	1671	1662	1668	90	-50	340	60
16-Feb	0	1685	1685	1685	1685	-	-	-	-

Spread	Dec-15	Jan-16	Feb-16	Mar-16
Spot Narela				
15-Dec	10			
16-Jan		18		
16-Feb			-	

Stocks	Demat	In- Process	Total	FED
	3-Dec-15	3-Dec-15	3-Dec-15	30-Nov-15
Delhi				
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	1826	0	1826	7082
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 5.12.2015

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			5-Dec-15	4-Dec-15	
Delhi	Lawrence Road	Mill Delivery	1695	1685	10
	Narella	Mill Quality Loose	1660	1660	Unch
	Nazafgarh	Mill Quality Loose	1620	1625	-5
Gujarat	Rajkot	Mill Delivery	1600	1600	Unch
	Ahmedabad	Mill Delivery	1640	1640	Unch
	Dhrol	Loose	1735	1745	-10
	Surat	Mill Delivery	1660	1670	-10
M.P.	Bhopal	Lokwan	1525	1525	Unch
	Indore	Mill Delivery	1650	1650	Unch
Rajasthan	Kota	Mill Quality Loose	1510	1510	Unch
		Mill Delivery	1610	1610	Unch
U.P.	Kanpur	Mill Delivery	1565	1565	Unch
	Mathura	Mill Quality Loose	1525	1525	Unch
	Kosi	Mill Quality Loose	1500	1500	Unch
	Hathras	Mill Quality Loose	NA	NR	-
	Aligarh	Mill Quality Loose	1500	1550	-50
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	1850	Unch
	Madurai	Mill Quality	1907	1907	Unch
	Coimbatore	Mill Quality	1907	1907	Unch
Bihar	Sitamari	Mill Quality	Closed	1620	-
	Khagariya	Mill Quality	1850	1800	50
FOR	Kandla(Gujarat-Rajkot)	Mill Quality	NA	NA	-

	Gandhidham(Gujarat-Rajkot)	Mill Quality	NA	NA	-
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Centre	Market	Variety	Prices (Rs/Qtl)		Change
			5-Dec-15	4-Dec-15	
Gujarat	Rajkot	Lokwan	1900	1900	Unch
	Dhrol	Lokwan	2035	1950	85
M.P.	Indore	Lokwan	1900	1900	Unch
	Bhopal	Lokwan	1900	1700	200
	Bina	Sarbati 306	2550	2550	Unch
Rajasthan	Kota	Lokwan Bilty	1725	1725	Unch
	Baran	Lokwan	NA	NA	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			5-Dec-15	4-Dec-15	
Delhi	Lawrence Road	Mill Delivery	2000	2500	-500
	Narella	Mill Quality Loose	300	300	Unch
	Nazafgarh	Mill Quality Loose	50	100	-50
Gujarat	Rajkot	Mill Quality Loose	500	600	-100
	Dhrol	Mill Delivery	6	2	Unch
M.P.	Indore	Mill Quality Loose	2500	2000	500
Rajasthan	Kota	Mill Quality	5000	5000	Unch
U.P.	Kanpur	Mill Quality Loose	300	300	Unch
	Mathura	Mill Quality Loose	250	250	Unch
	Kosi	Mill Quality Loose	400	400	Unch
	Hathras	Mill Quality Loose	NA	NR	-
	Aligarh	Mill Quality Loose	300	300	Unch
Punjab	Khanna	Mill Quality Loose	NA	NA	-
	(Ludhiana).Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	200	100	100
	Hodal	Mill Quality Loose	NA	NA	-
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	600	1500	-900

Wheat Products Delhi		5-Dec-15	4-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: 4.12.2015					
Contract Month	Open	High	Low	Close	Change
15-Dec	465.00	471.25	465.00	471.25	6.50
16-Mar	479.50	485.00	478.25	484.50	5.75
16-May	486.75	491.75	485.25	491.25	5.25
16-Jul	493.50	498.00	492.00	497.50	4.75
16-Sep	504.50	507.25	502.50	507.25	4.25
16-Dec	517.00	522.00	516.00	521.50	4.50

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