

Wheat Domestic Fundamentals:

Changing weather throughout the world due to greenhouse gases El Nino has started affecting the crop's sowing and harvesting schedules. India too is a sufferer this year. Winter set in late and higher than normal temperature continues to toll rabi crop normal schedule this year. Sowing of Rabi crop has been delayed at least by two weeks and it may affect yield for late sowed wheat. The late onset of winter and exceptionally dry conditions after the weak monsoon and 25 percent lower post winter rains have prompted late crop sowing by farmers. Given the abnormal weather condition Rabi production is bound to decrease this year.

All India Wheat area coverage was reported 26.88 % lower than last year as on 04.12.2015. As per latest sowing progress release total wheat area till 4th Dec-2015 was registered at 152.56 lakh ha against 208.64 lakh ha last year. It was lagging behind by 27.39 percent last week. Slight improvement in coverage area has been noticed. It increased from 117 to 156 lakh ha in last one week.

Wheat coverage area in all major states except Punjab is running way behind from last year. Uttar Pradesh has covered 40.85 lakh ha till 4th Dec-2015, lower by 42.65 % from last year. It had covered 71.23 lakh ha last year till 4th Dec-2014. Madhya Pradesh has covered only 24 lakh ha against 39.23 lakh ha last year, lower by 38.82 % so far. Rajasthan, Gujarat have covered 18.26 (19.75 (last year) and 2.99 (5.19) lakh ha so far, lower by 42.28 % till 4th December-2015. Haryana has covered 20.00 lakh ha against 22.36 lakh ha last year, lower by 10.55 %. Punjab is the only state where wheat sowing is running ahead of schedule and it has covered 31.36 against 29.9 lakh ha so far. It is higher by 4.88 %. Situation is even worse in Bihar where only 2.84 lakh ha area has been covered so far, lower by 63.40 % till 4th Dec-2016.

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. There was no export-import last week.

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 1lakh 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 1MMT down from 209 to 208MMT.

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

Wheat Futures Contact: NCDEX Price							Date: 09.12.2015		
Contract Month	Ch from previous day	Open	High	Low	Close	Vol	Ch. From previous day	OI	Ch. From previous day
15-Dec	-10	1661	1657	1650	1651	200	-400	2000	-280
16-Jan	0	1674	1677	1672	1674	100	10	440	100
16-Feb	0	1687	1687	1687	1687	-	-	-	-

Spread	Dec-15	Jan-16	Feb-16	Mar-16
Spot Narela				
15-Dec	7			
16-Jan		18		
16-Feb			7	

Stocks	Demat	In- Process	Total	FED
	8-Dec-15	8-Dec-15	8-Dec-15	7-Dec-15
Delhi				
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	1935	99	2034	1816
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 9.12.2015

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			9-Dec-15	8-Dec-15	
Delhi	Lawrence Road	Mill Delivery	1690	1690	Unch
	Narella	Mill Quality Loose	Closed	1650	-
	Nazafgarh	Mill Quality Loose	Closed	1625	-
Gujarat	Rajkot	Mill Delivery	1590	1590	Unch
	Ahmedabad	Mill Delivery	1640	1650	-10
	Dhrol	Loose	1715	1765	-50
	Surat	Mill Delivery	1660	1680	-20
M.P.	Bhopal	Lokwan	1500	1515	-15
	Indore	Mill Delivery	1630	1650	-20
Rajasthan	Kota	Mill Quality Loose	1500	1515	-15
		Mill Delivery	1590	1600	-10
U.P.	Kanpur	Mill Delivery	1565	1565	Unch
	Mathura	Mill Quality Loose	1530	1520	10
	Kosi	Mill Quality Loose	1525	1525	Unch
	Hathras	Mill Quality Loose	NA	1560	-
	Aligarh	Mill Quality Loose	NA	NA	-
Punjab	Khanna	Mill Quality Loose	NA	NA	-
	(Ludhiana)Jagraon	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1550	1550	Unch
	Hodal	Mill Delivery	NA	NA	-
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1620	1615	5
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	1875	1875	Unch
	Madurai	Mill Quality	1932	1932	Unch
	Coimbatore	Mill Quality	1932	1932	Unch
Bihar	Sitamari	Mill Quality	1610	1610	Unch
	Khagariya	Mill Quality	1800	1800	Unch
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
			9-Dec-15	8-Dec-15	
Gujarat	Rajkot	Lokwan	2000	1900	100
	Dhrol	Lokwan	2000	2125	-125
M.P.	Indore	Lokwan	1900	1900	Unch
	Bhopal	Lokwan	1750	1850	-100
	Bina	Sarbati 306	Closed	2550	-
Rajasthan	Kota	Lokwan Bilty	1680	1700	-20
	Baran	Lokwan	NA	NA	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			9-Dec-15	8-Dec-15	
Delhi	Lawrence Road	Mill Delivery	2000	2000	Unch
	Narella	Mill Quality Loose	Closed	300	-
	Nazafgarh	Mill Quality Loose	Closed	100	-
Gujarat	Rajkot	Mill Quality Loose	700	1000	-300
	Dhrol	Mill Delivery	4	8	Unch
M.P.	Indore	Mill Quality Loose	3000	1200	1800
Rajasthan	Kota	Mill Quality	4000	2000	2000
U.P.	Kanpur	Mill Quality Loose	400	400	Unch
	Mathura	Mill Quality Loose	150	100	50
	Kosi	Mill Quality Loose	400	500	-100
	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	200	100	100
	Hodal	Mill Quality Loose	NA	NA	-
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	600	500	100

Wheat Products Delhi			9-Dec-15	8-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: 8.12.2015					
Contract Month	Open	High	Low	Close	Change
15-Dec	471.00	471.75	466.50	470.75	0.50
16-Mar	481.00	484.00	476.50	481.50	-1.25
16-May	488.50	490.75	483.25	488.00	-1.75
16-Jul	494.00	496.50	488.00	492.75	-2.25
16-Sep	504.25	504.50	498.25	503.25	-1.75
16-Dec	519.75	520.25	512.25	517.50	-2.00

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