

Wheat Domestic Fundamentals:

Wheat cash markets traded steady to slightly weak on Saturday. However, Slower pace of sowing and fear of late shown wheat remain supportive to the wheat market fundamentals. Sowing is on and wheat area may decrease by one million ha from last year (30.6 million Ha.)It would reduce the final size of the crop in between 84 to 85 MMT this year. India produced 94.74 MMT wheat last 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 reported 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:

Agri expert from Australia says that wheat export from Australia may decrease by 3.3 percent to 16.95 MMT this year from July 1st 2015. The main reason for decline in export is mainly attributed to dry and hot weather that has impacted wheat crop in Australia. Australia has forecast 17.5 MMT wheat export in Sept-2015. Australia last week lowered its wheat harvest estimate 5.1 percent to 24 million tons. El Nino, which brings drier spring weather to eastern Australia, will probably rank among the three strongest since 1950.

Ukraine Agriculture ministry has revised its grain production estimate up by 0.5 MMT to 61 MMT for 2016. Weather turns favorable and winter wheat crop condition has improved considerably in recent weeks. A few weeks ago more than 30 percent of the crop was in a poor state while now the acreage of poor crop is not more than 17 percent

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

Wheat Futures Contract: NCDEX Price							Date:12.12.2015		
Contract Month	Ch from previous day	Open	High	Low	Close	Vol	Ch. From previous day	OI	Ch. From previous day
15-Dec	-	-	-	-	-	-	-	-	-
16-Jan	-	-	-	-	-	-	-	-	-
16-Feb	-					-	-	-	-

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

Stocks	Demat	In- Process	Total	FED
	11-Dec-15	11-Dec-15	11-Dec-15	7-Dec-15
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	1985	128	2113	1816
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 12.12.2015

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			12-Dec-15	11-Dec-15	
Delhi	Lawrence Road	Mill Delivery	1685	1690	-5
	Narella	Mill Quality Loose	1650	1650	Unch
	Nazafgarh	Mill Quality Loose	1625	1625	Unch
Gujarat	Rajkot	Mill Delivery	1590	1590	Unch
	Ahmedabad	Mill Delivery	1650	1650	Unch
	Dhrol	Loose	NR	NR	-
	Surat	Mill Delivery	1680	1680	Unch
M.P.	Bhopal	Lokwan	1510	Closed	-
	Indore	Mill Delivery	1630	Closed	-
Rajasthan	Kota	Mill Quality Loose	1525	Closed	-
		Mill Delivery	1600	Closed	-
U.P.	Kanpur	Mill Delivery	1565	1565	Unch
	Mathura	Mill Quality Loose	1520	1530	-10
	Kosi	Mill Quality Loose	1550	1530	20
	Hathras	Mill Quality Loose	NR	NR	-
	Aligarh	Mill Quality Loose	1540	1550	-10
Punjab	Khanna	Mill Quality Loose	NA	NA	-
	(Ludhiana)Jagraon	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1540	1550	-10
	Hodal	Mill Delivery	NA	NA	-
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1610	1625	-15
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	1850	Closed	-
	Madurai	Mill Quality	1907	Closed	-
	Coimbatore	Mill Quality	1907	Closed	-
Bihar	Sitamari	Mill Quality	Closed	1620	-
	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
			12-Dec-15	11-Dec-15	
Gujarat	Rajkot	Lokwan	1950	1950	Unch
	Dhrol	Lokwan	NR	NR	-
M.P.	Indore	Lokwan	1900	Closed	-
	Bhopal	Lokwan	1750	Closed	-
	Bina	Sarbati 306	2550	Closed	-
Rajasthan	Kota	Lokwan Bilty	1690	Closed	-
	Baran	Lokwan	NA	Closed	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			12-Dec-15	11-Dec-15	
Delhi	Lawrence Road	Mill Delivery	2000	2500	-500
	Narella	Mill Quality Loose	250	300	-50
	Nazafgarh	Mill Quality Loose	60	100	-40
Gujarat	Rajkot	Mill Quality Loose	1000	1000	Unch
	Dhrol	Mill Delivery	NR	NR	Unch
M.P.	Indore	Mill Quality Loose	1000	Closed	-
Rajasthan	Kota	Mill Quality	5000	Closed	-
U.P.	Kanpur	Mill Quality Loose	500	400	100
	Mathura	Mill Quality Loose	125	150	-25
	Kosi	Mill Quality Loose	250	400	-150
	Hathras	Mill Quality Loose	NR	NA	-
	Aligarh	Mill Quality Loose	50	200	-150
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			12-Dec-15	11-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: 11.12.2015					
Contract Month	Open	High	Low	Close	Change
15-Dec	487.50	491.25	480.00	482.75	-1.75
16-Mar	495.25	498.00	487.50	490.50	-5.00
16-May	500.75	503.25	493.00	496.25	-4.75
16-Jul	504.25	507.25	497.25	500.50	-4.50
16-Sep	512.75	516.25	507.50	510.50	-4.25
16-Dec	527.00	529.75	520.25	524.00	-4.00

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