

Wheat Domestic Fundamentals:

Late sowing, lower rainfall and increasing fear of 10/15 lakh ha lower coverage will impact final size of wheat crop this year below 85 MMT. As on 18th December-2015, total area under wheat was recorded at 239.45 lakh ha, lower by 10.74 % from previous year (268.26 lakh ha) on corresponding date. Major short fall has been seen in states like Uttar Pradesh (19.17% 74.59/91.28 lakh ha), Rajasthan (9.33% 24.69/27.23 lakh ha), Madhya Pradesh (13.33%, 40.58/46.42 lakh ha), Gujarat (26.13 %, 6.05/8.19 lakh ha) .

The states like Bihar, Punjab and Haryana have covered slightly higher area this year so far. Bihar, Punjab and Haryana have covered 1.51, 0.65 and 1.07 % higher area respectively so far. In these states sowing has entered at final stages now.

Wheat export from India begins once again after a gap of three weeks. India exported 772.49 tonne wheat during the week ended 20th Dec-2015 at an average price of \$332.78 per tonne. Philippines brought 222.78 tonne, UAE 378 tonne and Somalia imported around 100 tonne last week. Other Buyers were Bahrain and South Africa. During the same period India imported 3850 tonne wheat from Australia at an average CiF of \$254.42 per T after a gap of four weeks.. Wheat has been sourced from Australia and offloaded at Cochine port.

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 wheat production estimate remained unchanged this month too at 726 MMT. However, trade estimate has been revised up by 1 MMT to 151 MMT.

Global wheat market has shown some improvement in recent week after considerable dip in last four weeks. However, firmness is unlikely to continue due to ample global supply and good production prospect in winter season. At current price buyers may return to market to cover their short position. So more decrease in global market seems a remote possibility.

Algeria has brought around 8 lakh tonne wheat from global market last week, higher by 2 lakh tonne from its average monthly buying. Ethiopia too is trying to buy 70,000 tonne wheat this week. Jordan are looking for 100,000 MT of hard wheat and Syria for 200,000 MT of soft milling wheat. Meanwhile Japan are tendering for their regular 123,275 MT consignment of what this week is only US and Canadian wheat for Jan/Mar shipment.

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

Wheat Futures Contact: NCDEX Price							Date: 22.12.2015		
Contract Month	Ch from previous day	Open	High	Low	Close	Vol	Ch. From previous day	OI	Ch. From previous day
16-Jan	-3	1696	1705	1696	1703	150	-30	1780	0
16-Feb	0								
16-Mar	-20	1680	1680	1860	1660	20	-	40	-

Spread	Dec-15	Jan-16	Feb-16	Mar-16
Spot Narela				
15-Dec	53			
16-Jan		-		
16-Feb			-43	

Stocks	Demat	In- Process	Total	FED
	21-Dec-15	21-Dec-15	21-Dec-15	21-Dec-15
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	3038	0	3038	3038
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 21.12.2015

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			22-Dec-15	21-Dec-15	
Delhi	Lawrence Road	Mill Delivery	1685	1690	-5
	Narella	Mill Quality Loose	1650	1650	Unch
	Nazafgarh	Mill Quality Loose	1625	1630	-5
Gujarat	Rajkot	Mill Delivery	NR	NR	-
	Ahmedabad	Mill Delivery	NR	NR	-
	Dhrol	Mill Quality Loose	1755	1775	-20
	Surat	Mill Delivery	NA	NR	-
M.P.	Bhopal	Mill Quality Loose	1550	1550	Unch
	Indore	Mill Delivery	1680	1680	Unch
Rajasthan	Kota	Mill Quality Loose	1570	1570	Unch
		Mill Delivery	1680	1680	Unch
U.P.	Kanpur	Mill Delivery	1570	1575	-5
	Mathura	Mill Quality Loose	1575	1575	Unch
	Kosi	Mill Quality Loose	1560	1560	Unch
	Hathras	Mill Quality Loose	NA	NA	-
	Aligarh	Mill Quality Loose	1550	1550	Unch
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	1660	1650	10
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	1900	1900	Unch
	Madurai	Mill Quality	1957	1957	Unch
	Coimbatore	Mill Quality	1957	1957	Unch
Bihar	Sitamari	Mill Delivery	1610	1610	Unch

	Khagariya	Mill Delivery	1800	1800	Unch
FOR	Kandla(Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham(Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Gujarat			22-Dec-15	21-Dec-15	
	Rajkot	Lokwan	NR	NR	-
	Dhrol	Lokwan	2125	2140	-15
M.P.	Indore	Lokwan	2100	2300	-200
	Bhopal	Lokwan	1800	1800	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
Delhi			22-Dec-15	21-Dec-15	
	Lawrence Road	Mill Delivery	2500	2000	500
	Narella	Mill Quality Loose	350	300	50
	Nazafgarh	Mill Quality Loose	150	200	-50
Gujarat	Rajkot	Mill Quality Loose	NR	NR	-
	Dhrol	Mill Quality Loose	4	9	-5.4
M.P.	Indore	Mill Quality Loose	1500	800	700
Rajasthan	Kota	Mill Quality	4000	3000	1000
U.P.	Kanpur	Mill Quality Loose	300	400	-100
	Mathura	Mill Quality Loose	50	100	-50
	Kosi	Mill Quality Loose	300	400	-100
	Hathras	Mill Quality Loose	NA	NA	-
	Aligarh	Mill Quality Loose	80	100	-20
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	700	200	500

Wheat Products Delhi	22-Dec-15	21-Dec-15	Change
Atta (50kg) Ordinary	950	950	Unch
Maida Grade 1 (90kg)	2301	2301	Unch
Maida Grade 1 (50KG)	1260	1260	Unch
Suji (50kg)	1310	1310	Unch
Chokar (50 kg)	728	728	Unch
Chokar (34 kg)	502	502	Unch
Chakki Atta (50kg)	950	950	Unch
Chakki Atta (50kg) Special	NA	NA	-
Chakki Atta (90kg) Superfine	1897	1897	Unch
Chakki Atta (50kg) Superfine	NA	NA	-

Wheat (CBOT) Future Price: 21.12.2015					
Contract Month	Open	High	Low	Close	Change
16-Mar	486.00	491.00	478.25	479.00	-7.75
16-May	492.50	497.75	485.50	486.25	-6.75
16-Jul	498.00	503.75	491.50	493.25	-5.75
16-Sep	507.75	510.75	501.50	503.00	-5.50
16-Dec	523.00	527.50	515.00	517.00	-6.25
17-Mar	534.00	534.00	528.00	528.75	-6.00

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