

Wheat Domestic Fundamentals:

All India average price for wheat increased marginally by 0.03 % from previous week from Rs 1763.29 to Rs1763.87 per qtl. during the week ended 23rd January-2016. Prices ruled 0.4 % higher from 3rd week of January, 2015. Slight decrease is expected due to improved sowing status in Uttar Pradesh and decreasing temperature in other producing regions with light shower of rains.

Export and import continue in small quantity for various destinations. India exported 490.2 tonnes of wheat during week ended 17th January-2016..Average FoB quote realized last week was \$335.36 per tonne. As prices are ruling lower in global market export opportunity for Indian wheat exporters seems bleak. There was no import last week

Arrival from new crop in M.P. Starts and it is being traded at Rs 1650 to Rs 2000 per qtl. Arrival of around 250 bags was reported in Indore mandis. Arrival pressure is expected in February. Wheat quality is good and there is no report of any damage so far. Recent rains have been beneficial to the standing crop in central and north India. new crop will hit Gujarat by Feb end.

Wheat area coverage was registered at 288.98 lakh ha as on 15th Jan,2016, lower by 5 % from last year's coverage. India had covered 303.51 lakh ha area on 15th january,2015.As planting season is almost over now ,slight increase is expected now and it may end up with 29 million ha this year.

Supply is bound to increase in the remaining months of the current MY as FCI is planning to offload some of its excess stock of wheat in next two and a half months till March-2016. Wheat would be sold in open market and restrict firmness..The Food Corporation of India (FCI) has so far sold close to 41 lakh tonnes of wheat in the current year. Total sale in current fiscal year is expected to reach at 65 lakh tonne and average price may be realised around Rs 1605 per qtl. for the year. Last year, FCI had sold wheat at an average price of Rs 1602 per qtl.

As on January 1, the FCI's wheat stock was registered at 240 lakh tonnes, up by 74% as against the 138 lakh tonnes required as per the buffer stocking norms on the same date. Higher availability in open market would restrict firm trend in wheat. Overall availability would be ample to take care of lean season demand.

Agriwatch has revised wheat production estimate down by 3.62 MMT to 85.32 MMT for 2016-17 MY starting from April-2016. Crop size may be revised down further if weather turns unfavourable in March –April once again like last year. Carryout for 2016-17 would decrease from 13.99 to 5.81 MMT, the lowest in a decade.

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:

As per USDA, U.S wheat exports at 2,57,700 MT (for the period 8th Jan- 14th Jan, 2016) were down 53 percent from the previous week and 31 percent from the prior 4-week average. The primary destinations were Japan (118,000 MT), Guatemala (31,700 MT), Mexico (28,900 MT), South Korea (23,900 MT), and the Dominican Republic (22,900 MT).

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.

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

[illegible]

| Spread | Feb-16 | Mar-16 | Apr-16 | May-16 |
|-------------|--------|--------|--------|--------|
| Spot Narela | | | | |
| 16-Feb | - | | | |
| 16-Mar | | - | - | |
| 16-Apr | | | - | |

| Stocks | Demat | In- Process | Total | FED |
|--------|-----------|-------------|-----------|-----------|
| | 22-Jan-16 | 22-Jan-16 | 22-Jan-16 | 18-Jan-16 |
| Delhi | - | - | - | - |
| Itarsi | - | - | - | - |
| Kanpur | - | - | - | - |
| Kota | 1510 | 50 | 1510 | 1510 |
| Rajkot | - | - | - | - |

Wheat Daily Prices and Arrivals on 23.1.2016

| Centre | Market | Variety | Prices (Rs/Qtl) | | Change |
|------------|-------------------|---------------------|-----------------|-----------|--------|
| | | | 23-Jan-16 | 22-Jan-16 | |
| Delhi | Lawrence Road | Mill Delivery | 1700 | 1700 | Unch |
| | Narella | Mill Quality Loose | 1650 | 1645 | 5 |
| | Nazafgarh | Mill Quality Loose | 1650 | 1650 | Unch |
| Gujarat | Rajkot | Mill Delivery | 1660 | 1660 | Unch |
| | Ahmedabad | Mill Delivery | 1710 | 1725 | -15 |
| | Dhrol | Loose | NR | 1935 | - |
| | Surat | Mill Delivery | 1750 | 1750 | Unch |
| M.P. | Bhopal | Lokwan | 1550 | 1550 | Unch |
| | Indore | Mill Delivery | 1640 | 1640 | Unch |
| Rajasthan | Kota | Mill Quality Loose | 1610 | 1605 | 5 |
| | | Mill Delivery | 1700 | 1610 | 90 |
| U.P. | Kanpur | Mill Delivery | 1575 | 1575 | Unch |
| | Mathura | Mill Quality Loose | 1680 | 1680 | Unch |
| | Kosi | Mill Quality Loose | 1650 | 1650 | Unch |
| | Hathras | Mill Quality Loose | NR | NR | - |
| | Aligarh | Mill Quality Loose | 1620 | NA | - |
| Punjab | Khanna | Mill Quality Loose | NA | NA | - |
| | (Ludhiana)Jagraon | Mill Delivery | NA | NA | - |
| Haryana | Sirsa | Mill Delivery loose | 1575 | 1575 | Unch |
| | Hodal | Mill Delivery | 1705 | 1705 | Unch |
| | Karnal | Mill Delivery | NA | NA | - |
| | Bhiwani | Mill Quality Loose | 1620 | 1630 | -10 |
| | 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 | NR | - |
| | Khagariya | Mill Quality | 1750 | 1750 | Unch |

| | | | | | |
|------------|----------------------------|--------------|----|----|---|
| FOR | Kandla(Gujarat-Rajkot) | Mill Quality | NA | NA | - |
| | Gandhidham(Gujarat-Rajkot) | Mill Quality | NA | NA | - |

| Centre | Market | Variety | Prices (Rs/Qtl) | | Change |
|------------------|--------|--------------|-----------------|-----------|--------|
| | | | 23-Jan-16 | 22-Jan-16 | |
| Gujarat | Rajkot | Lokwan | 2000 | 2000 | Unch |
| | Dhrol | Lokwan | NR | 1745 | - |
| M.P. | Indore | Lokwan | 2050 | 2050 | Unch |
| | Bhopal | Lokwan | 1700 | 1725 | -25 |
| | Bina | Sarbati 306 | 2300 | 2400 | -100 |
| Rajasthan | Kota | Lokwan Bilty | 1800 | 1800 | Unch |
| | Baran | Lokwan | NA | NA | - |

| Centre | Market | Variety | Arrivals (Bags/Qtl) | | Change |
|------------------|-------------------|--------------------|---------------------|-----------|--------|
| | | | 23-Jan-16 | 22-Jan-16 | |
| Delhi | Lawrence Road | Mill Delivery | 1000 | 1200 | -200 |
| | Narella | Mill Quality Loose | 50 | 100 | -50 |
| | Nazafgarh | Mill Quality Loose | 40 | 50 | -10 |
| Gujarat | Rajkot | Mill Quality Loose | 700 | 800 | -100 |
| | Dhrol | Mill Delivery | NR | 7 | Unch |
| M.P. | Indore | Mill Quality Loose | 600 | 1000 | -400 |
| Rajasthan | Kota | Mill Quality | 2200 | 2500 | -300 |
| U.P. | Kanpur | Mill Quality Loose | 500 | 400 | 100 |
| | Mathura | Mill Quality Loose | 100 | 10 | 90 |
| | Kosi | Mill Quality Loose | 350 | 500 | -150 |
| | Hathras | Mill Quality Loose | NR | NR | - |
| | Aligarh | Mill Quality Loose | 1500 | 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 | 50 | 50 | Unch |
| | Karnal | Mill Delivery | NA | NA | - |
| | Bhiwani | Mill Quality Loose | 800 | 700 | 100 |

| Wheat Products Delhi | | | 23-Jan-16 | 22-Jan-16 | 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) | | | 703 | 703 | Unch |
| Chokar (34 kg) | | | 490 | 490 | Unch |



| | | | |
|------------------------------|------|------|------|
| Chakki Atta (50kg) | 950 | 950 | Unch |
| Chakki Atta (50kg) Special | NA | NA | - |
| Chakki Atta (90kg) Superfine | 1852 | 1852 | Unch |
| Chakki Atta (50kg) Superfine | NA | NA | - |

| Wheat (CBOT) Future Price: 22.1.2016 | | | | | |
|--------------------------------------|--------|--------|--------|--------|--------|
| Contract Month | Open | High | Low | Close | Change |
| 16-Mar | 475.50 | 480.00 | 472.50 | 475.50 | 0.50 |
| 16-May | 480.00 | 484.50 | 477.25 | 480.25 | 0.50 |
| 16-Jul | 484.25 | 489.50 | 482.50 | 485.25 | 0.25 |
| 16-Sep | 493.75 | 497.75 | 493.00 | 493.75 | 0.50 |
| 16-Dec | 506.25 | 511.00 | 504.50 | 507.50 | 0.50 |
| 17-Mar | 515.25 | 520.75 | 515.25 | 517.50 | 0.50 |

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