

Wheat Domestic Fundamentals:

More or less wheat cash market traded steady on Monday.

All India average price for wheat increased marginally by 0.03 % from previous week from Rs 1763.29 to Rs 1763.87 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.

Wheat Futures Contact: NCDEX Price								Date:25.01.2016	
Contract Month	Ch from previous day	Open	High	Low	Close	Vol	Ch. From previous day	OI	Ch. From previous day
16-Feb	-42.00	1695.00	1695.00	1651.00	1651.00	400	-	880	-
16-Mar	-23.00	1675.00	1675.00	1652.00	1652.00	-	-	100	-
16-Apr	0.00	1675.00	1675.00	1675.00	1675.00	-	-	-	-

Spread	Feb-16	Mar-16	Apr-16	May-16
Spot Narela				
16-Feb	4			
16-Mar		1	-	
16-Apr			23	

Stocks	Demat	In- Process	Total	FED
	23-Jan-16	23-Jan-16	23-Jan-16	18-Jan-16
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	1510	50	1510	1510
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 25.1.2016

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			25-Jan-16	23-Jan-16	
Delhi	Lawrence Road	Mill Delivery	1700	1700	Unch
	Narella	Mill Quality Loose	1655	1650	5
	Nazafgarh	Mill Quality Loose	1650	1650	Unch
Gujarat	Rajkot	Mill Delivery	1650	1660	-10
	Ahmedabad	Mill Delivery	1725	1710	15
	Dhrol	Loose	NR	NR	-
	Surat	Mill Delivery	1740	1750	-10
M.P.	Bhopal	Lokwan	1700	1700	Unch
	Indore	Mill Delivery	1630	1640	-10
Rajasthan	Kota	Mill Quality Loose	1610	1610	Unch
		Mill Delivery	1700	1700	Unch
U.P.	Kanpur	Mill Delivery	1575	1575	Unch
	Mathura	Mill Quality Loose	1700	1680	20
	Kosi	Mill Quality Loose	1650	1650	Unch
	Hathras	Mill Quality Loose	NR	NR	-
	Aligarh	Mill Quality Loose	NA	1620	-
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	1610	1620	-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	1620	Closed	-
	Khagariya	Mill Quality	NR	1750	-

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

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			25-Jan-16	23-Jan-16	
Gujarat	Rajkot	Lokwan	1950	2000	-50
	Dhrol	Lokwan	NR	NR	-
M.P.	Indore	Lokwan	2000	2050	-50
	Bhopal	Lokwan	1700	1700	Unch
	Bina	Sarbati 306	2400	2300	100
Rajasthan	Kota	Lokwan Bilty	1800	1800	Unch
	Baran	Lokwan	NR	NR	-

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

Wheat Products Delhi			25-Jan-16	23-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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