

### Wheat Domestic Fundamentals:

**Wheat cash markets traded steady to firm on Saturday. Weather remains favorable for wheat in central and western part of India and the crop condition is said to be good in that region despite lower area coverage excluding Rajasthan. However, condition is not normal in north India where day temperature is higher than 21 Degree Celsius while temperature in night remains favorable for standing wheat crop. If mercury continues to hover higher in day in Feb and Mar, yield in Punjab and Haryana might be affected.**

**As of now wheat quality and yield in M.P. is good and new arrival is expected to increase by the end of this month. Daily arrival from new crop in Madhya Pradesh has been reported at around 4000 bags and is being traded at Rs 1650 to Rs 1775 per qtl. Arrival in Gujarat is expected to commence in the last week of February.**

**India exported 529.03 tonnes of wheat during week ended 7<sup>th</sup> Feb -2016..Average FoB quote realized last week was \$325.17 per tonne. As prices are ruling lower in global market export opportunity for Indian wheat exporters seems bleak. There was no import during week ended 7<sup>th</sup> Feb-2016.**

**Agriwatch has revised wheat production estimate up by 4.26 MMT from 85.32 MMT to 89.58 MMT for 2016-17 MY starting from April-2016. Temperature in Feb & March may affect yield where wheat has been sown late. Carryout for 2016-17 would decrease from 13.99 to 9.57 MMT, the lowest in a decade.**

**Sowing is almost over now and total coverage under wheat has been reported at 292.52 lakh ha against 305.94 lakh ha last year, lower by 13.42 lakh ha from last year. Shortfall of 13.42 lakh ha in area and delayed sowing of wheat in Uttar Pradesh, Rajasthan, Maharashtra would impact crop size by 35 to 45 lakh tonne from normal expectation. Temperature in Feb, March and April would be decisive factor for the final crop size in 2016.**

**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.**

**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 3,76,500 MT (for the period 29th Jan- 4th Feb, 2016) were up 64 percent from the previous week and 11 percent from the prior 4-week average. The primary destinations were Japan (71,100 MT), Mexico (59,800 MT), Taiwan (55,000 MT), Yemen (43,600 MT), Guatemala (30,700 MT), and the Philippines (27,500 MT).**

**IGC revised wheat production estimate up by 5MMT to 731 MMT this month. Trade estimate too has been revised up by 1 MMT to 152 MMT. However, consumption estimate has been revised down by 1MMT to 719 MMT in the month of Jan 2016. Carryout stock has been revised up by 5MMT down from 208 to 213 MMT.**

**Grain agency of Algeria OAIC has brought around 5 lakh tonne milling wheat through tender in the beginning of February-2016. The deal has been struck at \$178 per tonne on CiF basis. The origin of wheat is France. Some wheat has been purchased from UK too. As prices are ruling lower, so exporters have limited selling. Delivery of this deal is due in April and May.**

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

Wheat Futures Contact: NCDEX Price								Date: 12.02.2016	
Contract Month	Ch from previous day	Open	High	Low	Close	Vol	Ch. From previous day	OI	Ch. From previous day
16-Feb	-5.00	1556.00	1551.00	1551.00	1551.00	20	-570	460	0
16-Mar	+1.00	1575.00	1588.00	1563.00	1588.00	90	-170	520	0
16-Apr	+5.00	1542.00	1553.00	1545.00	1547.00	300	-830	1590	220

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

Stocks	Demat	In- Process	Total	FED
	11-Feb-16	11-Feb-16	11-Feb-16	08-Feb-16
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	1341	0	1341	1341
Rajkot	-	-	-	-

**Wheat Daily Prices and Arrivals on 13.02.2016**

	Market	Variety	Prices (Rs/Qtl)		Change
			13-Feb-16	12-Feb-16	
<b>Delhi</b>					
	Lawrence Road	Mill Delivery	1700	1705	-5
	Narella	Mill Quality Loose	NR	NR	-
	Nazafgarh	Mill Quality Loose	1650	1650	Unch
<b>Gujarat</b>	Rajkot	Mill Delivery	1670	1660	10
	Ahmedabad	Mill Delivery	1735	1725	10
	Dhrol	Mill Quality Loose	NR	2055	-
	Surat	Mill Delivery	1755	1750	5
<b>M.P.</b>	Bhopal	Mill Quality Loose	1550	1550	Unch
	Indore	Mill Delivery	1600	1600	Unch
<b>Rajasthan</b>	Kota	Mill Quality Loose	1550	Closed	-
		Mill Delivery	1625	Closed	-
<b>U.P.</b>	Kanpur	Mill Delivery	1585	1575	10
	Mathura	Mill Quality Loose	1660	1650	10
	Kosi	Mill Quality Loose	1660	1660	Unch
	Hathras	Mill Quality Loose	NR	NA	-
	Aligarh	Mill Quality Loose	NA	1650	-
<b>Punjab</b>	Khanna	Mill Quality Loose	NA	NA	-
	(Ludhiana)Jagraon	Mill Delivery	NA	NA	-
<b>Haryana</b>	Sirsa	Mill Delivery loose	1600	1600	Unch
	Hodal	Mill Delivery	1705	1705	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1625	1620	5
	Panipat	Mill Quality Loose	NA	NA	-
<b>Tamil Nadu</b>	Chennai	Mill Quality	1850	Closed	-
	Madurai	Mill Quality	1907	Closed	-
	Coimbatore	Mill Quality	1907	Closed	-
<b>Bihar</b>	Sitamari	Mill Delivery	Closed	Closed	-
	Khagariya	Mill Delivery	1800	1700	100

<b>FOR</b>	Kandla(Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham(Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			13-Feb-16	12-Feb-16	
<b>Gujarat</b>					
	Rajkot	Lokwan	1900	1900	Unch
	Dhrol	Lokwan	NR	1780	-
<b>M.P.</b>	Indore	Lokwan	2200	2100	100
	Bhopal	Lokwan	1650	1650	Unch
	Bina	Sarbati 306	2250	2280	-30
<b>Rajasthan</b>	Kota	LokwanBilty	1800	Closed	-
	Baran	Lokwan	NR	NR	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			13-Feb-16	12-Feb-16	
<b>Delhi</b>					
	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality Loose	NR	NR	-
	Nazafgarh	Mill Quality Loose	100	100	Unch
<b>Gujarat</b>	Rajkot	Mill Quality Loose	600	500	100
	Dhrol	Mill Quality Loose	NR	5	-
<b>M.P.</b>	Indore	Mill Quality Loose	1200	2000	-800
<b>Rajasthan</b>	Kota	Mill Quality	3000	Closed	-
<b>U.P.</b>	Kanpur	Mill Quality Loose	500	300	200
	Mathura	Mill Quality Loose	50	100	-50
	Kosi	Mill Quality Loose	300	350	-50
	Hathras	Mill Quality Loose	NR	NA	-
	Aligarh	Mill Quality Loose	NA	2000	-
<b>Punjab</b>	Khanna	Mill Quality Loose	NA	NA	-
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
<b>Haryana</b>	Sirsa	Mill Quality Loose	200	100	100
	Hodal	Mill Quality Loose	50	50	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	400	400	Unch

Wheat Products Delhi			13-Feb-16	12-Feb-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)	508	508	Unch
Chakki Atta (50kg)	950	950	Unch
Chakki Atta (50kg) Special	NA	NA	-
Chakki Atta (90kg) Superfine	NA	NA	-
Chakki Atta (50kg) Superfine	NA	NA	-

Wheat (CBOT) Future Price: 12.1.2016					
Contract Month	Open	High	Low	Close	Change
16-Mar	458.75	462.00	455.00	457.50	-0.75
16-May	463.50	466.75	460.50	462.50	-1.00
16-Jul	469.50	472.25	466.00	467.75	-1.00
16-Sep	479.25	481.75	475.50	477.00	-1.00
16-Dec	493.50	496.25	490.50	491.00	-2.00
17-Mar	507.00	507.00	502.00	502.00	-2.00

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