

Wheat Domestic Fundamentals:

Only token export are being done right now. India exported 138.36 tonne wheat during week ended 14th February-2016 at an ave price of \$264.84 per tonne. The highest quote received last week was \$285.84 while the lowest quote was registered at \$252.23 per tonne. UAE and Nepal were the major buyers last week. There is no hope for any recovery on export front despite arrival from the new crop is round the corner. There was no import last week .

The govt sets wheat procurement target at 30MMT for RMS 2016-17, almost same as last year. It was decided to procure 300 lakh tons (lt) of wheat during RMS 2016-17. The actual procurement of wheat during RMS 2015-16 was 280.88 lt, inspite of wheat crop getting affected due to untimely rains and hailstorms during last March-April.

The State-wise break-up of the target of wheat procurement during this Rabi 2016-17 is as follows: Punjab will buy 110 lt, Madhya Pradesh 68 lt, Haryana 65 lt, Uttar Pradesh 30 lt, Rajasthan 18 lt, Bihar 7 lt, Uttarakhand 1 lt, Gujarat 0.85 lt and other States 0.15 lt.

Yellow rust has started affecting wheat crop in Punjab and Haryana and sending alarm bells ringing in the agriculture department. Round-the-clock monitoring is being done by the department to check the spread of the disease. Nearly 40 percent of a total of about 33 lakh hectares of wheat crop in the state is vulnerable to the deadly disease as per state agriculture department.

The ongoing weather conditions, particularly the maximum day temperature hovering around 22 degrees and night temperatures between six and 12 degrees are ideal conditions for proliferation of the fungal disease.

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.

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 trade steady to slightly weak..

Wheat Futures Contact: NCDEX Price								Date: 17.02.2016	
Contract Month	Ch from previous day	Open	High	Low	Close	Vol	Ch. From previous day	OI	Ch. From previous day
16-Feb	-2.00	1565.00	1565.00	1561.00	1561.00	20	0	20	-460
16-Mar	-28.00	1594.00	1581.00	1565.00	1566.00	190	100	460	-200
16-Apr	-11.00	1560.00	1562.00	1557.00	1558.00	190	-130	2160	1220

Spread	Feb-16	Mar-16	Apr-16	May-16
Spot Narela				
16-Feb	-89			
16-Mar		29	-	
16-Apr			-20	

Stocks	Demat	In- Process	Total	FED
	16-Feb-16	16-Feb-16	16-Feb-16	15-Feb-16
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	1341	0	1341	1341
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 17.02.2016

	Market	Variety	Prices (Rs/Qtl)		Change
			17-Feb-16	16-Feb-16	
Delhi					
	Lawrence Road	Mill Delivery	1705	1700	5
	Narella	Mill Quality Loose	Closed	1640	-
	Nazafgarh	Mill Quality Loose	Closed	1650	-
Gujarat	Rajkot	Mill Delivery	1650	1670	-20
	Ahmedabad	Mill Delivery	1735	1740	-5
	Dhrol	Mill Quality Loose	1765	1900	-135
	Surat	Mill Delivery	1760	1765	-5
M.P.	Bhopal	Mill Quality Loose	1560	1540	20
	Indore	Mill Delivery	1620	1620	Unch
Rajasthan	Kota	Mill Quality Loose	1550	1550	Unch
		Mill Delivery	1625	1625	Unch
U.P.	Kanpur	Mill Delivery	1575	1580	-5
	Mathura	Mill Quality Loose	1650	1660	-10
	Kosi	Mill Quality Loose	1640	1650	-10
	Hathras	Mill Quality Loose	NA	NA	-
	Aligarh	Mill Quality Loose	NA	1700	-
Punjab	Khanna	Mill Quality Loose	NA	NA	-
	(Ludhiana)Jagraon	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1600	1600	Unch
	Hodal	Mill Delivery	1705	1705	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1650	1650	Unch
	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 Delivery	1630	1625	5

	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
			17-Feb-16	16-Feb-16	
Gujarat					
	Rajkot	Lokwan	1950	1900	50
	Dhrol	Lokwan	1620	1700	-80
M.P.	Indore	Lokwan	2000	2000	Unch
	Bhopal	Lokwan	1700	1700	Unch
	Bina	Sarbati 306	Closed	2350	-
Rajasthan	Kota	LokwanBilty	1750	1750	Unch
	Baran	Lokwan	NR	NR	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			17-Feb-16	16-Feb-16	
Delhi					
	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality Loose	Closed	400	-
	Nazafgarh	Mill Quality Loose	Closed	40	-
Gujarat	Rajkot	Mill Quality Loose	700	600	100
	Dhrol	Mill Quality Loose	2	1	1
M.P.	Indore	Mill Quality Loose	4500	4500	Unch
Rajasthan	Kota	Mill Quality	2500	2500	Unch
U.P.	Kanpur	Mill Quality Loose	400	300	100
	Mathura	Mill Quality Loose	100	60	40
	Kosi	Mill Quality Loose	150	300	-150
	Hathras	Mill Quality Loose	NA	NA	-
	Aligarh	Mill Quality Loose	NA	2100	-
Punjab	Khanna	Mill Quality Loose	NA	NA	-
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	60	50	10
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	400	200	200

Wheat Products Delhi			17-Feb-16	16-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)	481	508	-27
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: 16.1.2016					
Contract Month	Open	High	Low	Close	Change
16-Mar	460.25	465.00	459.75	464.25	6.75
16-May	464.50	470.00	464.50	469.00	6.50
16-Jul	469.75	475.00	469.50	474.00	6.25
16-Sep	483.00	484.00	478.50	483.25	6.25
16-Dec	497.50	498.00	492.75	497.25	6.25
17-Mar	508.25	508.50	503.00	507.25	5.25

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