

### Wheat Domestic Fundamentals:

**No major change was featured in cash wheat market. However,** Cash it may recover once again as expected rains in wheat growing belt of M.P and Gujarat may delay harvesting by a week or two. If rains occur with hails storm, it may affect matured crop and lend support to the cash market fundamental. So far crop condition is good and quality of wheat in MP is normal. Wheat is being traded in MP at Rs 1500 to Rs 1650 per qtl. Govt procurement would start from 15<sup>th</sup> March.

**Despite disparity India exported 772.22 tonne wheat during week ended 28<sup>th</sup> Feb-2016** against 564 tonne previous week ending 21<sup>st</sup>. It has been exported at an ave FoB of \$284.72 per tonne. Buyers for the Indian wheat are UAE, Kuwait, Malaysia and Somalia. As prices are ruling higher in domestic market, export pace would remain slow despite new crop being round the corner as global wheat markets offer wheat at very attractive price.

**India is almost out of wheat export arena after exporting around 65 lakh tonne in 2011-12,** when export was opened on the back of higher production. Since then wheat export from India has been on decline. India exported 55.6 lakh tonne in 2012-13, 29.2 lakh tonne in 2013-14, 27.5 lakh tonne in 2014-15 and 5.5 lakh tonne (till Dec) in 2015-16. Disparity, lower global wheat price and weather affected quality hampers opportunity for Indian wheat exporters. This year India would not be able to export more than 5/6 lakh tonne if global wheat market stays steady.

**Agricultural Statistics Division, Directorate of Economics & Statistics (DES)** has released Second Adv. Estimate for Rabi crop for 2015-16 on 15th Feb, 2016. Production target for wheat in Rabi had been set at 94.75 lakh tonne. Now in Second Adv. estimate it has estimated wheat production for 2015-16 at 93.82 lakh tonne. Notably, India has produced 86.53 million tonne wheat in 2014-15.

**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, in spite of wheat crop getting affected due to untimely rains and hailstorms during last March-April.

**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.

### International Market Update:

**IGC revised wheat production estimate up by 1MMT to 732 MMT this month.** Trade estimate too has not been revised and it stayed steady at 152 MMT. Consumption has been pegged at 719 MMT in the month of Feb 2016. Carryout stock has been pegged at 213 MMT.

**Russian wheat export price decreased \$3.5 per tonne to \$177.5 per tonne** last week as traders were trying to return to more competitive levels amid a decline in global benchmarks.

**Thai Buyers have purchased 1.35 lakh tonnes of feed wheat through tender.** Out of total quantity 67,000 tonnes was purchased for Aug. 1-31 shipment and about 68,000 tonnes for Sept. 1-30 shipment. Price was said to be around \$175 a tonne c&f liner out with the Black Sea seen as a likely origin. One trader put the August purchase at 55,000 tonnes.

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

<b>Wheat Futures Contact: NCDEX Price</b>								<b>Date: 04.03.2016</b>	
<b>Contract Month</b>	<b>Ch from previous day</b>	<b>Open</b>	<b>High</b>	<b>Low</b>	<b>Close</b>	<b>Vol</b>	<b>Ch. From previous day</b>	<b>OI</b>	<b>Ch. From previous day</b>
<b>16-Mar</b>	<b>-1.00</b>	1564.00	1583.00	1560.00	1565.00	110	<b>-60</b>	360	<b>-150</b>
<b>16-Apr</b>	<b>-7.00</b>	1550.00	1551.00	1562.00	1542.00	150	<b>-190</b>	1960	<b>-40</b>
<b>16-May</b>	<b>-5.00</b>	1554.00	1549.00	1549.00	1549.00	10	<b>-40</b>	610	<b>-10</b>

Spread	Mar-16	Apr-16	May-16	Jun-16
Spot Narela				
16-Mar	85			
16-Apr		-23		
16-May			7	

Stocks	Demat	In- Process	Total	FED
	03-Mar-16	03-Mar-16	03-Mar-16	29-Feb-16
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	793	0	793	793
Rajkot	-	-	-	-

### Wheat Daily Prices and Arrivals on 04.03.2016

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			4-Mar-16	3-Mar-16	
Delhi	Lawrence Road	Mill Delivery	1710	1715	-5
	Narella	Mill Quality Loose	1645	1645	Unch
	Nazafgarh	Mill Quality Loose	NR	1655	-
Gujarat	Rajkot	Mill Delivery	1590	1590	Unch
	Ahmedabad	Mill Delivery	1680	1680	Unch
	Dhrol	Mill Quality Loose	2035	2035	Unch
	Surat	Mill Delivery	1710	1720	-10
M.P.	Bhopal	Mill Quality Loose	1500	1500	Unch
	Indore	Mill Delivery	1600	1600	Unch
Rajasthan	Kota	Mill Quality Loose	NR	1500	-
		Mill Delivery	NR	1600	-
U.P.	Kanpur	Mill Delivery	1580	1575	5
	Mathura	Mill Quality Loose	1700	1660	40
	Kosi	Mill Quality Loose	1655	1630	25
	Hathras	Mill Quality Loose	NA	NA	-
	Aligarh	Mill Quality Loose	NA	NA	-
Punjab	Khanna	Mill Quality Loose	1560	1580	-20
	(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	1625	1625	Unch
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	NR	1850	-
	Madurai	Mill Quality	NR	1907	-
	Coimbatore	Mill Quality	NR	1907	-
Bihar	Sitamari	Mill Delivery	1630	1630	Unch
	Khagariya	Mill Delivery	1700	1700	Unch

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

Centre	Market	Variety	Prices (Rs/Qtl)		Change
<b>Gujarat</b>			<b>4-Mar-16</b>	<b>3-Mar-16</b>	
	Rajkot	Lokwan	1800	1800	Unch
	Dhrol	Lokwan	1745	1820	-75
<b>M.P.</b>	Indore	Lokwan	1900	1900	Unch
	Bhopal	Lokwan	1625	1650	-25
	Bina	Sarbati 306	2200	2200	Unch
<b>Rajasthan</b>	Kota	LokwanBilty	NR	1700	-
	Baran	Lokwan	NR	NR	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
<b>Delhi</b>			<b>4-Mar-16</b>	<b>3-Mar-16</b>	
	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality Loose	200	600	-400
	Nazafgarh	Mill Quality Loose	NR	60	-
<b>Gujarat</b>	Rajkot	Mill Quality Loose	1000	1500	-500
	Dhrol	Mill Quality Loose	10	2	8
<b>M.P.</b>	Indore	Mill Quality Loose	5000	8000	-3000
<b>Rajasthan</b>	Kota	Mill Quality	NR	4000	-
<b>U.P.</b>	Kanpur	Mill Quality Loose	400	400	Unch
	Mathura	Mill Quality Loose	20	50	-30
	Kosi	Mill Quality Loose	400	300	100
	Hathras	Mill Quality Loose	NA	NA	-
	Aligarh	Mill Quality Loose	NA	NA	-
<b>Punjab</b>	Khanna	Mill Quality Loose	300	150	150
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
<b>Haryana</b>	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	100	100	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	400	400	Unch

Wheat Products Delhi			4-Mar-16	3-Mar-16	Change
Atta (50kg) Ordinary			950	950	Unch
Maida Grade 1 (90kg)			NA	NA	-
Maida Grade 1 (50KG)			1260	1260	Unch
Suji (50kg)			1310	1310	Unch

Chokar (50 kg)	683	683	Unch
Chokar (34 kg)	483	483	Unch
Chakki Atta (50kg)	950	950	Unch
Chakki Atta (50kg) Special	1000	1000	Unch
Chakki Atta (90kg) Superfine	1892	1892	Unch
Chakki Atta (50kg) Superfine	1010	1010	Unch

Wheat (CBOT) Future Price: 03.3.2016					
Contract Month	Open	High	Low	Close	Change
<b>16-Mar</b>	442.75	456.50	442.75	453.25	10.50
<b>16-May</b>	449.75	462.00	449.00	459.75	9.50
<b>16-Jul</b>	455.75	467.50	455.25	465.75	9.50
<b>16-Sep</b>	466.00	476.75	466.00	475.50	9.25
<b>16-Dec</b>	480.25	491.75	480.00	490.00	8.75
<b>17-Mar</b>	495.75	505.00	495.75	503.50	8.75

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