

Wheat Domestic Fundamentals:

Wheat cash markets remained closed due to Maha Shivratri. Inner tone in the markets remains weak. Arrival is expected to increase in MP by the end of this month. Arrival from Gujarat is likely start by March end. 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 15th March.

Despite disparity India exported 772.22 tonne wheat during week ended 28th Feb-2016 against 564 tonne previous week ending 21st. 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 15.38 to 13.96 MMT, the lowest in seven years..

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 213MMT.

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.

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

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
	04-Mar-16	04-Mar-16	04-Mar-16	29-Feb-16
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	793	0	793	793
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 07.03.2016

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			7-Mar-16	5-Mar-16	
Delhi	Lawrence Road	Mill Delivery	Closed	1700	-
	Narella	Mill Quality Loose	Closed	1650	-
	Nazafgarh	Mill Quality Loose	Closed	1650	-
Gujarat	Rajkot	Mill Delivery	Closed	1600	-
	Ahmedabad	Mill Delivery	Closed	1680	-
	Dhrol	Mill Quality Loose	NR	NR	-
	Surat	Mill Delivery	Closed	1710	-
M.P.	Bhopal	Mill Quality Loose	Closed	1500	-
	Indore	Mill Delivery	Closed	1615	-
Rajasthan	Kota	Mill Quality Loose	Closed	1530	-
		Mill Delivery	Closed	1600	-
U.P.	Kanpur	Mill Delivery	Closed	1580	-
	Mathura	Mill Quality Loose	NA	1680	-
	Kosi	Mill Quality Loose	Closed	1655	-
	Hathras	Mill Quality Loose	NA	NA	-
	Aligarh	Mill Quality Loose	Closed	NA	-
Punjab	Khanna	Mill Quality Loose	Closed	1560	-
	(Ludhiana)Jagraon	Mill Delivery	Closed	NA	-
Haryana	Sirsa	Mill Delivery loose	1580	1600	-20
	Hodal	Mill Delivery	1705	NR	-
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1650	1625	25
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	Closed	1850	-
	Madurai	Mill Quality	Closed	1907	-
	Coimbatore	Mill Quality	Closed	1907	-
Bihar	Sitamari	Mill Delivery	Closed	Closed	-
	Khagariya	Mill Delivery	1700	1700	Unch

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

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Gujarat			7-Mar-16	5-Mar-16	
	Rajkot	Lokwan	Closed	1800	-
	Dhrol	Lokwan	NR	NR	-
M.P.	Indore	Lokwan	Closed	1600	-
	Bhopal	Lokwan	Closed	1700	-
	Bina	Sarbati 306	Closed	2200	-
Rajasthan	Kota	LokwanBilty	Closed	1700	-
	Baran	Lokwan	NR	NR	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			7-Mar-16	5-Mar-16	
	Lawrence Road	Mill Delivery	Closed	NA	-
	Narella	Mill Quality Loose	Closed	100	-
	Nazafgarh	Mill Quality Loose	Closed	50	-
Gujarat	Rajkot	Mill Quality Loose	Closed	1500	-
	Dhrol	Mill Quality Loose	NR	NR	-
M.P.	Indore	Mill Quality Loose	Closed	5000	-
Rajasthan	Kota	Mill Quality	Closed	3000	-
U.P.	Kanpur	Mill Quality Loose	Closed	400	-
	Mathura	Mill Quality Loose	NA	10	-
	Kosi	Mill Quality Loose	Closed	400	-
	Hathras	Mill Quality Loose	NA	NR	-
	Aligarh	Mill Quality Loose	Closed	NA	-
Punjab	Khanna	Mill Quality Loose	Closed	300	-
	(Ludhiana)Jagraon	Mill Quality Loose	Closed	NA	-
Haryana	Sirsa	Mill Quality Loose	100	200	-100
	Hodal	Mill Quality Loose	200	NR	-
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	400	400	Unch

Wheat Products Delhi			7-Mar-16	5-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: 04.3.2016					
Contract Month	Open	High	Low	Close	Change
16-Mar	454.25	458.50	453.25	454.75	1.50
16-May	459.50	464.50	456.00	460.75	1.00
16-Jul	465.75	470.00	462.00	466.75	1.00
16-Sep	475.25	479.25	471.50	476.25	0.75
16-Dec	489.75	494.00	486.25	491.25	1.25
17-Mar	503.00	507.00	500.25	505.50	2.00

Disclaimer: The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php> © 2016 Indian Agribusiness Systems Pvt Ltd.