

Wheat Domestic Fundamentals:

Pressure on cash wheat market may be seen as arrivals is expected by the end of this month in Uttar Pradesh. It is increasing in M.P, Rajasthan and Gujarat. Opening of weather has weighed on cash market. Overall inner tone remains weak.

Recent showers of rains in Punjab, Haryana and parts of Uttar Pradesh and Madhya Pradesh have flattened wheat crop and 5% crop in particular regions has suffered but at the same time 30 % crop in UP and other states (late sown) has benefited from this rains. So it is too early to talk about overall crop loss at this point of time. If weather conditions remain favourable now, farmers will be able to salvage crops by draining water from their fields and flattened crop may stand up once again with opening up weather.

New wheat in MP, Rajasthan and Gujarat are being traded at Rs1520, Rs 1500 and Rs 1510 per qtl respectively while arrival were reported at 8000, 2000 and 4000 bags a day. Quality is good so far. Pressure may build up by end March.

Rake loading for south India from Kota region of Rajasthan is being reported at Rs 1870 per qtl. New wheat (FAQ) in Kota is being traded in the range of Rs 1500 to Rs 1650 per qtl.

Despite disparity India exported 570.8 tonne wheat during week ended 6th Mar-2016 against 772 tonne previous week ending 28th. It has been exported at an aveFoB of \$285.02 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. There is no import last week.

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 30 MMT 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:

Black Sea prices for Russian wheat with 12.5 percent protein content were at \$184 a tonne on a free-on-board (FOB) basis at the end of last week, up \$4.5 compared with a week earlier. Amid the Rouble growth and slow decline in the domestic prices, exporters have to increase prices for the Russian wheat.

IGC revised wheat production estimate up by 1 MMT 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.

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

Wheat Futures Contact: NCDEX Price							Date: 16.03.2016		
Contract Month	Ch from previous day	Open	High	Low	Close	Vol	Ch. From previous day	OI	Ch. From previous day
16-Mar	00.00	1627.00	1627.00	1580.00	1627.00	60	00	30	00
16-Apr	-3.00	1587.00	1595.00	1581.00	1583.00	720	60	2680	170
16-May	-8.00	1595.00	1895.00	1583.00	1585.00	250	190	1080	70

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

Stocks	Demat	In- Process	Total	FED
	15-Mar-16	15-Mar-16	15-Mar-16	14-Mar-16
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	-	-	-	-
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 16.03.2016

	Market	Variety	Prices (Rs/Qtl)		Change
			16-Mar-16	15-Mar-16	
Delhi	Lawrence Road	Mill Delivery	1705	1700	5
	Narella	Mill Quality Loose	Closed	1660	-
	Nazafgarh	Mill Quality Loose	Closed	1635	-
Gujarat	Rajkot	Mill Delivery	1610	1620	-10
	Ahmedabad	Mill Delivery	1670	1680	-10
	Dhrol	Mill Quality Loose	1670	1890	-220
	Surat	Mill Delivery	1705	1710	-5
M.P.	Bhopal	Mill Quality Loose	1525	1500	25
	Indore	Mill Delivery	1650	1650	Unch
Rajasthan	Kota	Mill Quality Loose	1500	1500	Unch
		Mill Delivery	1590	1590	Unch
U.P.	Kanpur	Mill Delivery	1580	1585	-5
	Mathura	Mill Quality Loose	1680	1690	-10
	Kosi	Mill Quality Loose	1665	1670	-5
	Hathras	Mill Quality Loose	1750	NR	-
	Aligarh	Mill Quality Loose	1800	1800	Unch
Punjab	Khanna	Mill Quality Loose	1525	1525	Unch
	(Ludhiana)Jagraon	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1560	1560	Unch
	Hodal	Mill Delivery	1705	1705	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1610	1610	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	1635	1635	Unch
	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
			16-Mar-16	15-Mar-16	
Gujarat					
	Rajkot	Lokwan	1800	1800	Unch
	Dhrol	Lokwan	1850	2225	-375
M.P.	Indore	Lokwan	1900	1900	Unch
	Bhopal	Lokwan	1700	1700	Unch
	Bina	Sarbati 306	Closed	2200	-
Rajasthan	Kota	LokwanBilty	1740	1740	Unch
	Baran	Lokwan	NR	NR	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			16-Mar-16	15-Mar-16	
Delhi					
	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality Loose	Closed	300	-
	Nazafgarh	Mill Quality Loose	Closed	50	-
Gujarat	Rajkot	Mill Quality Loose	4500	6000	-1500
	Dhrol	Mill Quality Loose	15	14	1
M.P.	Indore	Mill Quality Loose	5000	5000	Unch
Rajasthan	Kota	Mill Quality	15000	15000	Unch
U.P.	Kanpur	Mill Quality Loose	400	400	Unch
	Mathura	Mill Quality Loose	150	100	50
	Kosi	Mill Quality Loose	250	250	Unch
	Hathras	Mill Quality Loose	500	NR	-
	Aligarh	Mill Quality Loose	1500	1700	-200
Punjab	Khanna	Mill Quality Loose	200	100	100
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	200	100	100
	Hodal	Mill Quality Loose	80	50	30
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	600	400	200

Wheat Products Delhi			16-Mar-16	15-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)	703	703	Unch
Chokar (34 kg)	469	469	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: 15.3.2016					
Contract Month	Open	High	Low	Close	Change
16-May	478.50	479.25	473.00	477.25	-1.50
16-Jul	485.00	486.00	480.25	484.50	-1.25
16-Sep	494.25	495.25	489.75	494.25	-0.75
16-Dec	507.75	508.50	503.25	508.00	-0.25
17-Mar	520.75	521.25	517.00	521.25	Unch
17-May	526.00	529.25	526.00	529.25	Unch

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