

Wheat Domestic Fundamentals:

Wheat cash markets trade under pressure with increasing harvesting activities in Madhya Pradesh, Rajasthan and Gujarat. Agriwatch expects harvesting to commence in Punjab and Haryana by the end of March, followed by Uttar Pradesh and Bihar. Govt. Procurement is expected to start from 1st April, while it has just commenced in MP. New wheat is ruling around Rs 1475 to Rs 1500 per qtl. in loose. Price may recover from this level with the commencement of govt.'s procurement at Rs 1525 per qtl. and likely rains that may delay harvesting activities.

Farmers should have a close eye on weather development. Forecast of rains this week in Rajasthan, Punjab and M.P. may cause damage to the standing/matured crop if hailstorm occur with gusty wind.

New wheat in MP, Rajasthan and Gujarat are being traded at Rs1500, Rs 1490 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: 17.03.2016		
Contract Month	Ch from previous day	Open	High	Low	Close	Vol	Ch. From previous day	OI	Ch. From previous day
16-Mar	-27.00	1627.00	1600.00	1600.00	1600.00	30	30	30	00
16-Apr	-17.00	1585.00	1585.00	1562.00	1568.00	1020	280	2370	-170
16-May	-8.00	1585.00	1885.00	1571.00	1578.00	240	-10	1100	-10

Spread	Mar-16	Apr-16	May-16	Jun-16
Spot Narela				
16-Mar	-50			
16-Apr		-32		
16-May			10	

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

Wheat Daily Prices and Arrivals on 17.03.2016

	Market	Variety	Prices (Rs/Qtl)		Change
			17-Mar-16	16-Mar-16	
Delhi	Lawrence Road	Mill Delivery	1725	1705	20
	Narella	Mill Quality Loose	1650	Closed	-
	Nazafgarh	Mill Quality Loose	NR	Closed	-
Gujarat	Rajkot	Mill Delivery	1615	1610	5
	Ahmedabad	Mill Delivery	1670	1670	Unch
	Dhrol	Mill Quality Loose	1745	1670	75
	Surat	Mill Delivery	1710	1705	5
M.P.	Bhopal	Mill Quality Loose	1500	1525	-25
	Indore	Mill Delivery	Closed	1650	-
Rajasthan	Kota	Mill Quality Loose	1500	1500	Unch
		Mill Delivery	1590	1590	Unch
U.P.	Kanpur	Mill Delivery	1580	1580	Unch
	Mathura	Mill Quality Loose	1675	1680	-5
	Kosi	Mill Quality Loose	1630	1665	-35
	Hathras	Mill Quality Loose	NR	1750	-
	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	1630	1635	-5
	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
			17-Mar-16	16-Mar-16	
Gujarat					
	Rajkot	Lokwan	1800	1800	Unch
	Dhrol	Lokwan	2040	1850	190
M.P.	Indore	Lokwan	Closed	1900	-
	Bhopal	Lokwan	1700	1700	Unch
	Bina	Sarbati 306	1900	Closed	-
Rajasthan	Kota	LokwanBilty	1740	1740	Unch
	Baran	Lokwan	NR	NR	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			17-Mar-16	16-Mar-16	
Delhi					
	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality Loose	200	Closed	-
	Nazafgarh	Mill Quality Loose	NR	Closed	-
Gujarat	Rajkot	Mill Quality Loose	4000	4500	-500
	Dhrol	Mill Quality Loose	11	15	-4
M.P.	Indore	Mill Quality Loose	Closed	5000	-
Rajasthan	Kota	Mill Quality	10000	15000	-5000
U.P.	Kanpur	Mill Quality Loose	400	400	Unch
	Mathura	Mill Quality Loose	60	150	-90
	Kosi	Mill Quality Loose	250	250	Unch
	Hathras	Mill Quality Loose	NR	500	-
	Aligarh	Mill Quality Loose	1600	1500	100
Punjab	Khanna	Mill Quality Loose	200	200	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	100	200	-100
	Hodal	Mill Quality Loose	100	80	20
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	500	600	-100

Wheat Products Delhi			17-Mar-16	16-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: 16.3.2016					
Contract Month	Open	High	Low	Close	Change
16-May	476.75	477.00	469.75	470.75	-6.50
16-Jul	483.75	484.25	477.25	478.25	-6.25
16-Sep	493.50	493.50	487.50	488.00	-6.25
16-Dec	508.00	508.00	501.75	502.50	-5.50
17-Mar	519.75	519.75	515.25	516.00	-5.25
17-May	527.75	527.75	524.00	524.25	-5.00

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