

Wheat Domestic Fundamentals:

As per the latest update by Agriculture Minister Radha Mohan Singh after ASSOCHAM forecast (14 % lower production than 93 MMT) India Would produce at least 92 MMT wheat this year despite some loss due to rains and hail storm. In February the Agriculture ministry forecast India's 2016 wheat output at 93.82 million tonnes. India had produced 86.53MMT last year. Next two to three weeks are very crucial from weather and crop size point of view. Harvesting is on in MP, Rajasthan and Gujarat. Yield and quality of the crop is good so far.

New wheat is ruling around Rs 1475 to Rs 1500 per qtl. in loose. Faq variety in mandi is being traded at Rs 1510 to Rs 1550 per qtl. 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. Delayed harvesting and likely bad weather may harm standing crop ready to be harvested. Flattening of crop and water lodging may affect wheat quality and yield too. So remaining weeks of march and first fortnight of April would remain crucial for the final size of the crop.

All India wheat ave price decreases by 1.84 % from Rs 1682.34 to Rs 1651.2 per qtl. during the week ended 15th March-2016.Wheat prices declined by 4.82 % during last two weeks. It is lower by 5.74 % from the average price registered in Mid March-2015.Major decline was seen in States like Karnataka, Kerala, Maharashtra and Orissa

Despite disparity India exported 570.8tonne wheat during week ended 6thMar-2016 against 772tonne 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 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.

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.

Egypt buys 1.2 lakh tonne wheat from France, 60,000 T from Romania and 60,000 T from Ukraine through tender at \$188.27 on CiF basis. Seller was casillo. FoB quote for this wheat was \$178.87 per tonne. Amepora and Dreyfus sold Romanian and Ukrariuan (60,000 each) wheat at \$188.77 and \$189.93 per T on CiF basis. FoB quote for this wheat were \$183 & \$180 per tonne. Wheat would be delivered in mid April-2016.

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

[illegible]

Spread	Apr-16	May-16	Jun-16	
Spot Narela				
16-Apr	101			
16-May		-9		
16-May				

Stocks	Demat	In- Process	Total	FED
	19-Mar-16	19-Mar-16	19-Mar-16	14-Mar-16
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	150	0	150	-
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 21.03.2016

	Market	Variety	Prices (Rs/Qtl)		Change
			21-Mar-16	19-Mar-16	
Delhi	Lawrence Road	Mill Delivery	1730	1735	-5
	Narella	Mill Quality Loose	1660	1660	Unch
	Nazafgarh	Mill Quality Loose	NR	1650	-
Gujarat	Rajkot	Mill Delivery	1600	1620	-20
	Ahmedabad	Mill Delivery	1660	1670	-10
	Dhrol	Mill Quality Loose	1730	NR	-
	Surat	Mill Delivery	1690	1710	-20
M.P.	Bhopal	Mill Quality Loose	1500	1500	Unch
	Indore	Mill Delivery	1650	1650	Unch
Rajasthan	Kota	Mill Quality Loose	1500	1550	-50
		Mill Delivery	1580	1580	Unch
U.P.	Kanpur	Mill Delivery	1580	1580	Unch
	Mathura	Mill Quality Loose	1625	1630	-5
	Kosi	Mill Quality Loose	1600	1620	-20
	Hathras	Mill Quality Loose	1750	NR	-
	Aligarh	Mill Quality Loose	1800	NA	-
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	1600	1580	20
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	1800	1800	Unch
	Madurai	Mill Quality	1857	1857	Unch
	Coimbatore	Mill Quality	1857	1857	Unch
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	-
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Centre	Market	Variety	Prices (Rs/Qtl)		Change
			21-Mar-16	19-Mar-16	
Gujarat	Rajkot	Lokwan	1800	1800	Unch
	Dhrol	Lokwan	2005	NR	-
M.P.	Indore	Lokwan	1900	1900	Unch
	Bhopal	Lokwan	1700	1700	Unch
	Bina	Sarbati 306	1900	1900	Unch
Rajasthan	Kota	LokwanBilty	1650	1660	-10
	Baran	Lokwan	NR	NR	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			21-Mar-16	19-Mar-16	
Delhi	Lawrence Road	Mill Delivery	NA	NA	-
	Narella	Mill Quality Loose	200	200	Unch
	Nazafgarh	Mill Quality Loose	NR	40	-
	Rajkot	Mill Quality Loose	10000	6000	4000
Gujarat	Dhrol	Mill Quality Loose	32	NR	-
M.P.	Indore	Mill Quality Loose	3500	3500	Unch
Rajasthan	Kota	Mill Quality	15000	10000	5000
U.P.	Kanpur	Mill Quality Loose	400	400	Unch
	Mathura	Mill Quality Loose	300	150	150
	Kosi	Mill Quality Loose	300	250	50
	Hathras	Mill Quality Loose	150	NR	-
	Aligarh	Mill Quality Loose	1600	NA	-
Punjab	Khanna	Mill Quality Loose	300	300	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	100	100	Unch
	Hodal	Mill Quality Loose	200	150	50
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	400	200	200

Wheat Products Delhi			21-Mar-16	19-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: 18.3.2016					
Contract Month	Open	High	Low	Close	Change
16-May	463.00	464.00	457.50	463.00	0.50
16-Jul	469.50	471.50	465.00	470.25	0.25
16-Sep	480.00	481.00	475.00	480.00	0.25
16-Dec	493.75	495.25	489.25	494.00	0.50
17-Mar	507.25	507.75	503.00	507.50	0.75
17-May	513.25	516.25	513.25	516.25	0.75

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