

### Wheat Domestic Fundamentals:

**Mostly market remained closed due to holi festival and fresh trading activities** are expected from next week. Weather still remains crucial for standing wheat crop. Light rains would not affect crop. However, hailstorm, gusty wind have potential to damage crop once again. Light rains are expected from Saturday and IMD has forecast some rains in April first week too.

**Despite disparity India exported 541.56 tonne wheat during week ended 20<sup>th</sup> Mar-2016** against 1269.68 tonne previous week ending 13<sup>th</sup>. It has been exported at an aveFoB of \$358.33 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.

**Import tax(25%) on wheat is likely continue despite losses in wheat crop.** Wheat from new crop would be available by first week of April in bulk. After consulting the food, farm and trade ministries, the finance ministry now looks likely to extend the duty until September. Trading activities would remain sluggish due to March closing.

**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 hailstorm. In February the Agriculture ministry expects 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.

**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

**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.

**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 Ukrarian (60,000 each) wheat at \$188.77 and \$189.93 per T on CiF basis.

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

| Wheat Futures Contact: NCDEX Price |                      |         |         |         |         |     | Date: 23.03.2016      |      |                       |
|------------------------------------|----------------------|---------|---------|---------|---------|-----|-----------------------|------|-----------------------|
| Contract Month                     | Ch from previous day | Open    | High    | Low     | Close   | Vol | Ch. From previous day | OI   | Ch. From previous day |
| 16-Apr                             | 1.00                 | 1564.00 | 1565.00 | 1564.00 | 1565.00 | 40  | -210                  | 2820 | 20                    |
| 16-May                             | -2.00                | 1569.00 | 1574.00 | 1562.00 | 1562.00 | 130 | 40                    | 1150 | 20                    |
| 16-June                            | 0.00                 | 00.00   | 00.00   | 00.00   | 00.00   | 160 | -80                   | 0    | 0                     |

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

| Stocks | Demat     | In- Process | Total     | FED       |
|--------|-----------|-------------|-----------|-----------|
|        | 22-Mar-16 | 22-Mar-16   | 22-Mar-16 | 21-Mar-16 |
| Delhi  | -         | -           | -         | -         |
| Itarsi | -         | -           | -         | -         |
| Kanpur | -         | -           | -         | -         |
| Kota   | 150       | 0           | 150       | 150       |
| Rajkot | -         | -           | -         | -         |

**Wheat Daily Prices and Arrivals on 25.03.2016**

|            | Market            | Variety             | Prices (Rs/Qtl) |           | Change |
|------------|-------------------|---------------------|-----------------|-----------|--------|
|            |                   |                     | 25-Mar-16       | 23-Mar-16 |        |
| Delhi      | Lawrence Road     | Mill Delivery       | 1710            | 1730      | -20    |
|            | Narella           | Mill Quality Loose  | 1640            | Closed    | -      |
|            | Nazafgarh         | Mill Quality Loose  | 1630            | Closed    | -      |
|            | Rajkot            | Mill Delivery       | Closed          | 1580      | -      |
| Gujarat    | Ahmedabad         | Mill Delivery       | Closed          | 1650      | -      |
|            | Dhrol             | Mill Quality Loose  | NR              | 1815      | -      |
|            | Surat             | Mill Delivery       | Closed          | 1680      | -      |
|            | Bhopal            | Mill Quality Loose  | Closed          | Closed    | -      |
| M.P.       | Indore            | Mill Delivery       | Closed          | Closed    | -      |
| Rajasthan  | Kota              | Mill Quality Loose  | 1500            | 1500      | Unch   |
|            |                   | Mill Delivery       | 1580            | 1580      | Unch   |
| U.P.       | Kanpur            | Mill Delivery       | Closed          | Closed    | -      |
|            | Mathura           | Mill Quality Loose  | Closed          | 1620      | -      |
|            | Kosi              | Mill Quality Loose  | 1475            | Closed    | -      |
|            | Hathras           | Mill Quality Loose  | Closed          | Closed    | -      |
|            | Aligarh           | Mill Quality Loose  | Closed          | Closed    | -      |
| Punjab     | Khanna            | Mill Quality Loose  | Closed          | Closed    | -      |
|            | (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  | NA              | 1590      | -      |
|            | Panipat           | Mill Quality Loose  | Closed          | NA        | -      |
| Tamil Nadu | Chennai           | Mill Quality        | 1830            | 1800      | 30     |
|            | Madurai           | Mill Quality        | 1887            | 1857      | 30     |
|            | Coimbatore        | Mill Quality        | 1887            | 1857      | 30     |
| Bihar      | Sitamari          | Mill Delivery       | Closed          | Closed    | -      |
|            | Khagariya         | Mill Delivery       | 1700            | Closed    | -      |

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

| Centre           | Market | Variety     | Prices (Rs/Qtl) |           | Change |
|------------------|--------|-------------|-----------------|-----------|--------|
|                  |        |             | 25-Mar-16       | 23-Mar-16 |        |
| <b>Gujarat</b>   |        |             |                 |           |        |
|                  | Rajkot | Lokwan      | Closed          | 1800      | -      |
|                  | Dhrol  | Lokwan      | NR              | 1655      | -      |
| <b>M.P.</b>      | Indore | Lokwan      | Closed          | Closed    | -      |
|                  | Bhopal | Lokwan      | Closed          | Closed    | -      |
|                  | Bina   | Sarbati 306 | Closed          | Closed    | -      |
| <b>Rajasthan</b> | Kota   | LokwanBilty | 1650            | 1600      | 50     |
|                  | Baran  | Lokwan      | 1560            | 1580      | -20    |

| Centre           | Market            | Variety            | Arrivals (Bags/Qtl) |           | Change |
|------------------|-------------------|--------------------|---------------------|-----------|--------|
|                  |                   |                    | 25-Mar-16           | 23-Mar-16 |        |
| <b>Delhi</b>     |                   |                    |                     |           |        |
|                  | Lawrence Road     | Mill Delivery      | NA                  | NA        | -      |
|                  | Narella           | Mill Quality Loose | 200                 | Closed    | -      |
|                  | Nazafgarh         | Mill Quality Loose | 50                  | Closed    | -      |
| <b>Gujarat</b>   | Rajkot            | Mill Quality Loose | Closed              | 3000      | -      |
|                  | Dhrol             | Mill Quality Loose | NR                  | 3         | -      |
| <b>M.P.</b>      | Indore            | Mill Quality Loose | Closed              | Closed    | -      |
| <b>Rajasthan</b> | Kota              | Mill Quality       | 25000               | 25000     | Unch   |
| <b>U.P.</b>      | Kanpur            | Mill Quality Loose | Closed              | Closed    | -      |
|                  | Mathura           | Mill Quality Loose | Closed              | 200       | -      |
|                  | Kosi              | Mill Quality Loose | 800                 | Closed    | -      |
|                  | Hathras           | Mill Quality Loose | Closed              | Closed    | -      |
|                  | Aligarh           | Mill Quality Loose | Closed              | Closed    | -      |
| <b>Punjab</b>    | Khanna            | Mill Quality Loose | Closed              | Closed    | -      |
|                  | (Ludhiana)Jagraon | Mill Quality Loose | NA                  | Closed    | -      |
| <b>Haryana</b>   | Sirsa             | Mill Quality Loose | 100                 | 50        | 50     |
|                  | Hodal             | Mill Quality Loose | 1000                | 500       | 500    |
|                  | Karnal            | Mill Delivery      | NA                  | NA        | -      |
|                  | Bhiwani           | Mill Quality Loose | Closed              | 600       | -      |

| Wheat Products Delhi |  |  | 25-Mar-16 | 23-Mar-16 | Change |
|----------------------|--|--|-----------|-----------|--------|
| Atta (50kg) Ordinary |  |  | 925       | 925       | 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: 24.3.2016 |        |        |        |        |        |
|--------------------------------------|--------|--------|--------|--------|--------|
| Contract Month                       | Open   | High   | Low    | Close  | Change |
| 16-May                               | 463.50 | 464.50 | 458.50 | 463.00 | Unch   |
| 16-Jul                               | 470.75 | 472.00 | 466.25 | 470.75 | Unch   |
| 16-Sep                               | 480.25 | 482.00 | 476.50 | 480.75 | Unch   |
| 16-Dec                               | 496.50 | 496.50 | 490.75 | 495.25 | Unch   |
| 17-Mar                               | 506.75 | 508.75 | 503.50 | 508.75 | 0.25   |
| 17-May                               | 515.25 | 517.25 | 513.00 | 517.25 | 0.50   |

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