

Wheat Domestic Fundamentals:

Wheat cash market trades under pressure on higher supply in the weeks ahead from central and north India. Wheat procurement is set to commence on 1st, April in Punjab and Haryana. However, states are still waiting for the sanction of the cash credit limit (CCR) of Rs20,093 crore by the Centre. All other arrangements have been completed. Haryana may procure 75 lakh tonne. Punjab may produce 168 lakh tonne wheat.

Despite disparity India exported 541.56 tonne wheat during week ended 20thMar-2016 against 1269.68 tonne previous week ending 13th..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.

New wheat is ruling around Rs 1475 to Rs 1600 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.

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:

Egypt has made an agreement to purchase 60,000 tonnes of wheat from France at \$189.2 per tonne, a higher price than the \$185.4 per tonne that was agreed to last month. Egypt will begin receiving the supply of grain on 25 April and it will last for 10 days.

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 may cross 20MMT this year thanks to weak rouble and ample domestic supply. In local market Russian FoB prices decrease to \$177 per tonne.

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

Wheat Futures Contact: NCDEX Price							Date: 28.03.2016		
Contract Month	Ch from previous day	Open	High	Low	Close	Vol	Ch. From previous day	OI	Ch. From previous day
16-Apr	-18.00	1565.00	1590.00	1546.00	1547.00	2170	1810	3980	2220
16-May	-7.00	1585.00	1585.00	1563.00	1563.00	580	340	1320	120
16-June	0.00	00.00	00.00	00.00	00.00	-	-	0	0

Spread	Apr-16	May-16	Jun-16	
Spot Narela				
16-Apr	78			
16-May		16		
16-May				

Stocks	Demat	In- Process	Total	FED
	26-Mar-16	26-Mar-16	26-Mar-16	21-Mar-16
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	150	0	150	150
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 28.03.2016

	Market	Variety	Prices (Rs/Qtl)		Change
			28-Mar-16	26-Mar-16	
Delhi	Lawrence Road	Mill Delivery	1650	1650	Unch
	Narella	Mill Quality Loose	1625	1640	-15
	Nazafgarh	Mill Quality Loose	1500	1540	-40
Gujarat	Rajkot	Mill Delivery	Closed	Closed	-
	Ahmedabad	Mill Delivery	Closed	Closed	-
	Dhrol	Mill Quality Loose	NR	NR	-
	Surat	Mill Delivery	Closed	Closed	-
M.P.	Bhopal	Mill Quality Loose	Closed	Closed	-
	Indore	Mill Delivery	Closed	Closed	-
Rajasthan	Kota	Mill Quality Loose	1450	1500	-50
		Mill Delivery	1550	1580	-30
U.P.	Kanpur	Mill Delivery	1580	Closed	-
	Mathura	Mill Quality Loose	1550	Closed	-
	Kosi	Mill Quality Loose	1470	1490	-20
	Hathras	Mill Quality Loose	1450	Closed	-
	Aligarh	Mill Quality Loose	1750	NA	-
Punjab	Khanna	Mill Quality Loose	1525	Closed	-
	(Ludhiana)Jagraon	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1550	1550	Unch
	Hodal	Mill Delivery	1650	1650	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	NR	1580	-
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	1825	1830	-5
	Madurai	Mill Quality	1882	1887	-5
	Coimbatore	Mill Quality	1882	1887	-5
Bihar	Sitamari	Mill Delivery	1640	Closed	-
	Khagariya	Mill Delivery	1750	1800	-50

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

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			28-Mar-16	26-Mar-16	
Gujarat					
	Rajkot	Lokwan	Closed	Closed	-
	Dhrol	Lokwan	NR	NR	-
M.P.	Indore	Lokwan	Closed	Closed	-
	Bhopal	Lokwan	Closed	Closed	-
	Bina	Sarbati 306	Closed	Closed	-
Rajasthan	Kota	LokwanBilty	1700	1650	50
	Baran	Lokwan	1530	1555	-25

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			28-Mar-16	26-Mar-16	
Delhi					
	Lawrence Road	Mill Delivery	2000	1000	1000
	Narella	Mill Quality Loose	150	100	50
	Nazafgarh	Mill Quality Loose	200	50	150
Gujarat	Rajkot	Mill Quality Loose	Closed	Closed	-
	Dhrol	Mill Quality Loose	NR	NR	-
M.P.	Indore	Mill Quality Loose	Closed	Closed	-
Rajasthan	Kota	Mill Quality	100000	25000	75000
U.P.	Kanpur	Mill Quality Loose	500	Closed	-
	Mathura	Mill Quality Loose	4000	Closed	-
	Kosi	Mill Quality Loose	4000	2000	2000
	Hathras	Mill Quality Loose	150	Closed	-
	Aligarh	Mill Quality Loose	1400	NA	-
Punjab	Khanna	Mill Quality Loose	400	Closed	-
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	100	200	-100
	Hodal	Mill Quality Loose	2000	2000	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	NR	200	-

Wheat Products Delhi			28-Mar-16	26-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: 25.3.2016					
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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