

Wheat Domestic Fundamentals:

FCI is set to procure 20 % of the total wheat that arrives in the mandis of Punjab. It is looking at procuring 22 lakh metric tonnes (LMT) of wheat from Punjab during April to June-2016. This year, if the weather remains favorable, Punjab may harvest over 160 LMT wheat. Of this, 120 LMT wheat is expected to arrive in the mandis of the state. State procurement agencies will be procuring around 88 LMT. Arrival Pressure may be felt in mid April. Recent rains have slowed down maturity process and have delayed harvesting.

India extends currently applicable 25 percent import duty on wheat till June, to curb imports as domestic production is estimated to rise by over 8 percent to 93.82MMT this year. India had produced 86.53 MMT last year, despite deficient monsoon. In a notification dated March 28, the Central Board of Excise and Customs said that 25 percent duty on import of wheat will continue beyond March 31, up to June 30, 2016. Ample stock and the commencement of new arrival encouraged govt to extend duty on wheat by another three months.

Despite disparity India exported 541.56 tonne wheat during week ended 20th Mar-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.

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 decreases to \$177 per tonne.

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

Wheat Futures Contact: NCDEX Price							Date: 31.03.2016		
Contract Month	Ch from previous day	Open	High	Low	Close	Vol	Ch. From previous day	OI	Ch. From previous day
16-Apr	4..00	1563.00	1565.00	1563.00	1562.00	120	-310	3580	-375
16-May	4.00	1583.00	1590.00	1579.00	1582.00	1550	840	2740	-
16-June	15.00	1590.00	1616.00	1600.00	1606.00	160	-130	140	-

Spread	Apr-16	May-16	Jun-16	
Spot Narela				
16-Apr	38			
16-May		20		
16-May			24	

Stocks	Demat	In- Process	Total	FED
	30-Mar-16	30-Mar-16	30-Mar-16	28-Mar-16
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	199	50	249	150
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 31.03.2016

	Market	Variety	Prices (Rs/Qtl)		Change
			31-Mar-16	30-Mar-16	
Delhi	Lawrence Road	Mill Delivery	1650	1635	15
	Narella	Mill Quality Loose	1600	Closed	-
	Nazafgarh	Mill Quality Loose	1525	Closed	-
	Rajkot	Mill Delivery	Closed	Closed	-
Gujarat	Ahmedabad	Mill Delivery	Closed	Closed	-
	Dhrol	Mill Quality Loose	NR	NR	-
	Surat	Mill Delivery	Closed	Closed	-
	Bhopal	Mill Quality Loose	Closed	Closed	-
M.P.	Indore	Mill Delivery	1580	1580	Unch
	Kota	Mill Quality Loose	1485	1470	15
Rajasthan		Mill Delivery	1575	1550	25
	Kanpur	Mill Delivery	1590	1590	Unch
U.P.	Mathura	Mill Quality Loose	1465	1462	3
	Kosi	Mill Quality Loose	1435	1455	-20
	Hathras	Mill Quality Loose	1410	1450	-40
	Aligarh	Mill Quality Loose	1450	NA	-
	Khanna	Mill Quality Loose	1525	1525	Unch
Punjab	(Ludhiana)Jagraon	Mill Delivery	NA	NA	-
	Sirsa	Mill Delivery loose	1550	1550	Unch
Haryana	Hodal	Mill Delivery	1600	1600	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1575	1580	-5
	Panipat	Mill Quality Loose	NA	NA	-
	Chennai	Mill Quality	1865	1850	15
Tamil Nadu	Madurai	Mill Quality	1922	1907	15
	Coimbatore	Mill Quality	1922	1907	15
	Sitamari	Mill Delivery	NR	1640	-
Bihar	Khagariya	Mill Delivery	1550	1800	-250

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

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Gujarat			31-Mar-16	30-Mar-16	
	Rajkot	Lokwan	Closed	Closed	-
	Dhrol	Lokwan	NR	NR	-
M.P.	Indore	Lokwan	1900	1900	Unch
	Bhopal	Lokwan	Closed	Closed	-
	Bina	Sarbati 306	Closed	Closed	-
Rajasthan	Kota	LokwanBilty	1665	1650	15
	Baran	Lokwan	Closed	1560	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			31-Mar-16	30-Mar-16	
	Lawrence Road	Mill Delivery	7000	7000	Unch
	Narella	Mill Quality Loose	150	Closed	-
	Nazafgarh	Mill Quality Loose	1000	Closed	-
Gujarat	Rajkot	Mill Quality Loose	Closed	Closed	-
	Dhrol	Mill Quality Loose	NR	NR	-
M.P.	Indore	Mill Quality Loose	4000	3000	1000
Rajasthan	Kota	Mill Quality	40000	40000	Unch
U.P.	Kanpur	Mill Quality Loose	500	500	Unch
	Mathura	Mill Quality Loose	4000	4000	Unch
	Kosi	Mill Quality Loose	3500	3000	500
	Hathras	Mill Quality Loose	550	50	500
	Aligarh	Mill Quality Loose	500	NA	-
Punjab	Khanna	Mill Quality Loose	500	200	300
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	50	100	-50
	Hodal	Mill Quality Loose	2000	2000	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	300	200	100

Wheat Products Delhi			31-Mar-16	30-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: 30.3.2016					
Contract Month	Open	High	Low	Close	Change
16-May	481.25	482.25	465.25	465.75	-16.00
16-Jul	492.00	493.25	476.50	477.00	-15.75
16-Sep	506.00	506.75	490.75	491.25	-15.50
16-Dec	527.00	527.00	511.25	511.50	-15.50
17-Mar	536.75	536.75	524.00	524.00	-15.00
17-May	533.50	533.50	532.00	532.00	-14.50

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