

Wheat Domestic Fundamentals:

Wheat procurement starts in Uttar Pradesh region of Shahjahanpur. District administration is trying to end the role of middle man this year in the region, so that farmers receive their money hassle free..Agriwatch expects procurement to pick up by mid April. till then moisture stress is expected to decrease to permissible level. The government support price is set at Rs 1,525 a quintal for MY 2016.17. The agriculture department in Shahjahanpur is expecting yield of approximately 38 quintal per hectare. Procurement activities are expected to pick up from Mid April-2016.

FCI is set to procure 20 % of the total wheat that arrives in the mandis of Punjab in these states. 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.

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 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.

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:01.04.2016		
Contract Month	Ch from previous day	Open	High	Low	Close	Vol	Ch. From previous day	OI	Ch. From previous day
16-Apr	15.00	1569.00	1582.00	1565.00	1580.00	800	680	3270	-275
16-May	2.00	1594.00	1605.00	1592.00	1595.00	1120	-325	3760	310
16-June	00.00	-	-	-	-	-	-	-	-

Spread	Apr-16	May-16	Jun-16	
Spot Narela				
16-Apr	20			
16-May		15		
16-May			-	

Stocks	Demat	In- Process	Total	FED
	01-Apr-16	01-Apr-16	01-Apr-16	28-Mar-16
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	299	99	398	150
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 02.04.2016

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			2-Apr-16	01-Apr-16	
Delhi	Lawrence Road	Mill Delivery	1640	1650	-10
	Narella	Mill Quality Loose	1570	NR	-
	Nazafgarh	Mill Quality Loose	1540	1550	-10
Gujarat	Rajkot	Mill Delivery	1600	1600	Unch
	Ahmedabad	Mill Delivery	1610	1625	-15
	Dhrol	Mill Quality Loose	NR	NR	-
	Surat	Mill Delivery	1640	1640	Unch
M.P.	Bhopal	Mill Quality Loose	1500	Closed	-
	Indore	Mill Delivery	1610	1590	20
Rajasthan	Kota	Mill Quality Loose	1485	1485	Unch
		Mill Delivery	1575	1575	Unch
U.P.	Kanpur	Mill Delivery	1590	1590	Unch
	Mathura	Mill Quality Loose	1460	1465	-5
	Kosi	Mill Quality Loose	1450	1460	-10
	Hathras	Mill Quality Loose	1430	1400	30
	Aligarh	Mill Quality Loose	1550	1550	Unch
Punjab	Khanna	Mill Quality Loose	1525	1525	Unch
	(Ludhiana)Jagraon	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1550	1550	Unch
	Hodal	Mill Delivery	1600	1600	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1570	1575	-5
	Panipat	Mill Quality Loose	1520	1525	-5
Tamil Nadu	Chennai	Mill Quality	1865	1865	Unch
	Madurai	Mill Quality	1922	1922	Unch
	Coimbatore	Mill Quality	1922	1922	Unch
Bihar	Sitamari	Mill Delivery	Closed	NR	-
	Khagariya	Mill Delivery	1550	1550	Unch

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

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Gujarat			2-Apr-16	1-Apr-16	
	Rajkot	Lokwan	1800	1850	-50
	Dhrol	Lokwan	NR	NR	-
M.P.	Indore	Lokwan	2000	1900	100
	Bhopal	Lokwan	1600	Closed	-
	Bina	Sarbati 306	2500	Closed	-
Rajasthan	Kota	LokwanBilty	1665	1665	Unch
	Baran	Lokwan	NR	1560	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			2-Apr-16	1-Apr-16	
	Lawrence Road	Mill Delivery	4000	3000	1000
	Narella	Mill Quality Loose	160	NR	-
	Nazafgarh	Mill Quality Loose	1000	1000	Unch
Gujarat	Rajkot	Mill Quality Loose	12000	15000	-3000
	Dhrol	Mill Quality Loose	NR	NR	-
M.P.	Indore	Mill Quality Loose	2000	3000	-1000
Rajasthan	Kota	Mill Quality	50000	40000	10000
U.P.	Kanpur	Mill Quality Loose	400	400	Unch
	Mathura	Mill Quality Loose	7000	8000	-1000
	Kosi	Mill Quality Loose	10000	10000	Unch
	Hathras	Mill Quality Loose	50	300	-250
	Aligarh	Mill Quality Loose	3000	2500	500
Punjab	Khanna	Mill Quality Loose	600	500	100
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	100	100	Unch
	Hodal	Mill Quality Loose	2000	2000	Unch
	Karnal	Mill Delivery	100	30	70
	Bhiwani	Mill Quality Loose	4000	300	3700
	Panipat	Mill Quality Loose	150	140	10

Wheat Products Delhi			2-Apr-16	1-Apr-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: 01.4.2016					
Contract Month	Open	High	Low	Close	Change
16-May	473.25	476.25	466.25	475.75	2.25
16-Jul	480.75	483.50	473.00	483.00	2.25
16-Sep	489.75	492.75	482.75	492.50	2.25
16-Dec	504.00	507.00	496.50	506.75	2.75
17-Mar	516.25	520.25	510.00	520.00	2.75
17-May	526.25	528.50	526.25	528.50	3.00

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