

Wheat Domestic Fundamentals:

New wheat starts hitting mandis in Haryana and procurement commences smoothly. Around 15,000 tonnes of wheat have arrived in grain markets of Haryana so far in the current season. Out of the arrival of 15,027 tonnes so far, 14,843 tonnes have been purchased by the government procurement agencies. Food and Supply dept purchased 1446 T and hafeed 454 T. FCI has procured 3,000 T and Haryana Agro Industry Corporation brought 56 T. Private trades procured 184 Tonne only. Mewat district leads in wheat arrival at 9,768 tonnes, followed by Jhajjar at 1,773 tonnes.

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.

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 93.82 MMT 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:

IGC revised wheat production estimate up by 2MMT to 734 MMT this month. Trade estimate too has been revised up to 154 MMT. Consumption has been pegged at 720 MMT in the month of April, 2016. Carryout stock has been pegged at 213 MMT.

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: 06.04.2016		
Contract Month	Ch from previous day	Open	High	Low	Close	Vol	Ch. From previous day	OI	Ch. From previous day
16-Apr	-3.00	1583.00	1582.00	1578.00	1580.00	280	-20	3090	-100
16-May	-5.00	1612.00	1612.00	1606.00	1608.00	370	-2345	6780	200
16-June	-5.00	1645.00	1640.00	1640.00	1640.00	10	-120	280.00	10

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

Stocks	Demat	In- Process	Total	FED
	05-Apr-16	05-Apr-16	05-Apr-16	04-Apr-16
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	1659	723	2382	399
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 06.04.2016

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			6-Apr-16	05-Apr-16	
Delhi	Lawrence Road	Mill Delivery	1600	1605	-5
	Narella	Mill Quality Loose	Closed	1525	-
	Nazafgarh	Mill Quality Loose	Closed	1530	-
Gujarat	Rajkot	Mill Delivery	1620	1625	-5
	Ahmedabad	Mill Delivery	1640	1640	Unch
	Dhrol	Mill Quality Loose	1880	1850	30
	Surat	Mill Delivery	1665	1670	-5
M.P.	Bhopal	Mill Quality Loose	1525	1500	25
	Indore	Mill Delivery	1620	1620	Unch
Rajasthan	Kota	Mill Quality Loose	1480	1480	Unch
		Mill Delivery	1570	1570	Unch
U.P.	Kanpur	Mill Delivery	1590	1590	Unch
	Mathura	Mill Quality Loose	1431	1420	11
	Kosi	Mill Quality Loose	1440	1420	20
	Hathras	Mill Quality Loose	1425	NR	-
	Aligarh	Mill Quality Loose	NR	NR	-
Punjab	Khanna	Mill Quality Loose	1525	1510	15
	(Ludhiana)Jagraon	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1525	1525	Unch
	Hodal	Mill Delivery	1575	1575	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1530	1550	-20
	Panipat	Mill Quality Loose	1525	1525	Unch
Tamil Nadu	Chennai	Mill Quality	1800	1800	Unch
	Madurai	Mill Quality	1857	1857	Unch
	Coimbatore	Mill Quality	1857	1857	Unch
Bihar	Sitamari	Mill Delivery	1450(New crop)	1625	-
	Khagariya	Mill Delivery	1500	1500	Unch

FOR	Kandla(Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham(Rajasthan-Rajkot)	Mill Quality	NA	NA	-
Centre	Market	Variety	Prices (Rs/Qtl)		Change
Gujarat			6-Apr-16	5-Apr-16	
	Rajkot	Lokwan	1800	1900	-100
	Dhrol	Lokwan	2355	2270	85
M.P.	Indore	Lokwan	1900	1900	Unch
	Bhopal	Lokwan	1650	1650	Unch
	Bina	Sarbati 306	Closed	2500	-
Rajasthan	Kota	LokwanBilty	1650	1650	Unch
	Baran	Lokwan	1550	1560	-10
Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
Delhi			6-Apr-16	5-Apr-16	
	Lawrence Road	Mill Delivery	12000	16000	-4000
	Narella	Mill Quality Loose	Closed	2000	-
	Nazafgarh	Mill Quality Loose	Closed	3000	-
Gujarat	Rajkot	Mill Quality Loose	14000	12000	2000
	Dhrol	Mill Quality Loose	47	56	-9
M.P.	Indore	Mill Quality Loose	3000	3000	Unch
Rajasthan	Kota	Mill Quality	60000	80000	-20000
U.P.	Kanpur	Mill Quality Loose	400	500	-100
	Mathura	Mill Quality Loose	22000	15000	7000
	Kosi	Mill Quality Loose	20000	20000	Unch
	Hathras	Mill Quality Loose	450	NR	-
	Aligarh	Mill Quality Loose	NR	NR	-
Punjab	Khanna	Mill Quality Loose	5000	1000	4000
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	1000	200	800
	Hodal	Mill Quality Loose	50000	10000	40000
	Karnal	Mill Delivery	3500	4000	-500
	Bhiwani	Mill Quality Loose	3000	3000	Unch
	Panipat	Mill Quality Loose	500	400	100
Wheat Products Delhi			6-Apr-16	5-Apr-16	Change
Atta (50kg) Ordinary			890	925	-35
Maida Grade 1 (90kg)			NA	NA	-
Maida Grade 1 (50KG)			1260	1260	Unch

Suji (50kg)	1310	1310	Unch
Chokar (50 kg)	693	693	Unch
Chokar (34 kg)	463	463	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: 05.4.2016					
Contract Month	Open	High	Low	Close	Change
16-May	475.00	476.50	470.00	474.00	-0.75
16-Jul	482.50	482.75	476.50	480.75	-0.50
16-Sep	491.25	492.25	486.25	490.25	-0.50
16-Dec	505.75	506.75	500.50	504.50	-0.25
17-Mar	519.25	520.00	514.25	518.25	-0.25
17-May	526.75	527.25	526.25	527.25	-0.50

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