

Wheat Domestic Fundamentals:

For marketing season 2016-17 more than 10 million tonnes of wheat has been procured as compared to 3 million tonnes for the same season last year. This increase in procurement is mainly due to conducive weather in last couple of weeks, which has led to harvesting begin on time. Last year unseasonal rains in March postponed harvesting and affected the quality of wheat. In Rajpura, more than 10000 farmers have already sold around 8 lakh quintals to government agencies.

According to latest market update, 4300985 metric tonnes of wheat have been procured in Haryana by government agencies. Out of the total quantity, 1203953 metric tonnes has been procured by food and supplies department, 1440734 metric tonnes by Haryana State Cooperative Supply and Marketing Federation Ltd, 478562 metric tonnes by Food Corporation of India, 366297 metric tonnes by Haryana Agro Industries Corporation and 811439 metric tonnes by Haryana Warehousing Corporation.

As per the latest update, wheat procurement has started in different districts of Punjab. Till Tuesday 264,361 metric tonnes have arrived in Patiala, Sangrur and Fatehgarh sahib districts. Out of the mentioned arrivals 188,488 metric tonnes have been procured by government agencies. The quality of wheat arriving is good.

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.

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.

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:

Bangladesh has rejected 100,000 metric tonnes of Russian wheat due to quality issues. The first cargo of 50,000 metric tonnes bought at \$215.87 per tonne (CIF) was rejected as quality did not match the specifications. The second cargo of the same quantity bought at \$233.96 per tonne was also rejected as the foreign body content was 1.08 percent which is 1.01 percent higher than the permissible limit.

As per latest update, farmers in Canada are planning to shift their crop from wheat to peas and lentil due to higher prices and demand in India. This shift will lead to a fall in area for wheat to 23.2 million acres from 24.17 million acres in 2015-16. Farmers aim to plant 5 million acres of lentils and 4.6 million acres of peas. The shift will be mainly in spring wheat rather than winter wheat as Lentil and spring wheat both have same planting period.

The forecast for Pakistan's wheat crop has been increased marginally to 25.3 million tonnes for crop that is to be harvested in 2016-17. The government of Pakistan has kept a target of procuring 6.95 million tonnes of wheat, which will lead to an increase in stocks held by government to 11 million tonnes.

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

Wheat Futures Contact: NCDEX Price							Date:21.04.2016		
Contract Month	Ch from previous day	Open	High	Low	Close	Vol	Ch. From previous day	OI	Ch. From previous day
16-May	-2	1657	1671	1656	1660	1740	-1,110	12170	-40
16-June	-14	1697	1698	1686	1689	650	-710	3490	300
16-July	0	1720	1722	1708	1720	120	-	210	-

Spread	Apr-16	May-16	Jun-16	
Spot Narella				
16-Apr	-100			
16-May		29		
16-May			31	

Stocks	Demat	In- Process	Total	FED
	20-Apr-16	20-Apr-16	20-Apr-16	19-Apr-16
Delhi	150	351	501	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	6393	495	6888	6235
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 21.04.2016

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Delhi			21-Apr-16	20-Apr-16	
	Lawrence Road	Mill Delivery	1640	1645	-5
	Narella	Mill Quality Loose	1560	Closed	-
	Nazafgarh	Mill Quality Loose	1560	Closed	-
Gujarat	Rajkot	Mill Delivery	1670	1675	-5
	Ahmedabad	Mill Delivery	1725	1730	-5
	Dhrol	Mill Quality Loose	NR	NR	-
	Surat	Mill Delivery	1760	1760	Unch
M.P.	Bhopal	Mill Quality Loose	1550	1550	Unch
	Indore	Mill Delivery	1690	1690	Unch
Rajasthan	Kota	Mill Quality Loose	1560	1580	-20
		Mill Delivery	1650	1650	Unch
U.P.	Kanpur	Mill Delivery	1600	1595	5
	Mathura	Mill Quality Loose	1535	1525	10
	Kosi	Mill Quality Loose	1530	1510	20
	Hathras	Mill Quality Loose	1425	1425	Unch
	Aligarh	Mill Quality Loose	1500	Closed	-
Punjab	Khanna	Mill Quality Loose	1525	1525	Unch
	(Ludhiana)Jagraon	Mill Delivery	1630	1630	Unch
Haryana	Sirsa	Mill Delivery loose	1525	1525	Unch
	Hodal	Mill Delivery	1600	1600	Unch
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1550	1530	20
	Panipat	Mill Quality Loose	1525	1525	Unch
Tamil Nadu	Chennai	Mill Quality	1900	1900	Unch
	Madurai	Mill Quality	1957	1957	Unch
	Coimbatore	Mill Quality	1957	1957	Unch

Bihar	Sitamari	Mill Delivery	1400	1350	50
	Khagariya	Mill Delivery	1540	1550	-10
FOR	Kandla(Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham(Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			21-Apr-16	20-Apr-16	
Gujarat					
	Rajkot	Lokwan	1850	1850	Unch
	Dhrol	Lokwan	NR	NR	-
M.P.	Indore	Lokwan	1900	1900	Unch
	Bhopal	Lokwan	1800	1800	Unch
	Bina	Sarbati 306	2700	Closed	-
Rajasthan	Kota	Lokwan Bilty	1775	1700	75
	Baran	Lokwan	NR	1675	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			21-Apr-16	20-Apr-16	
Delhi					
	Lawrence Road	Mill Delivery	10000	8000	2000
	Narella	Mill Quality Loose	5000	Closed	-
	Nazafgarh	Mill Quality Loose	3000	Closed	-
Gujarat	Rajkot	Mill Quality Loose	12000	14000	-2000
	Dhrol	Mill Quality Loose	NR	NR	-
M.P.	Indore	Mill Quality Loose	2000	2000	Unch
Rajasthan	Kota	Mill Quality	50000	30000	20000
U.P.	Kanpur	Mill Quality Loose	400	400	Unch
	Mathura	Mill Quality Loose	6000	10000	-4000
	Kosi	Mill Quality Loose	8000	10000	-2000
	Hathras	Mill Quality Loose	1500	1200	300
	Aligarh	Mill Quality Loose	3000	Closed	-
Punjab	Khanna	Mill Quality Loose	125000	150000	-25000
	(Ludhiana)Jagraon	Mill Quality Loose	50000	40000	10000
Haryana	Sirsa	Mill Quality Loose	20000	25000	-5000
	Hodal	Mill Quality Loose	10000	15000	-5000
	Karnal	Mill Delivery	15000	35000	-20000
	Bhiwani	Mill Quality Loose	7000	8000	-1000
	Panipat	Mill Quality Loose	9200	4000	5200

Wheat Products Delhi			21-Apr-16	20-Apr-16	Change
Atta (50kg) Ordinary			890	890	Unch
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: 20.4.2016					
Contract Month	Open	High	Low	Close	Change
16-May	485.50	504.75	484.75	504.25	18.00
16-Jul	493.25	512.75	492.50	512.25	18.00
16-Sep	502.50	521.75	502.50	521.00	17.50
16-Dec	518.00	537.25	518.00	536.50	17.25
17-Mar	533.00	551.00	533.00	550.75	16.50
17-May	544.50	559.50	544.50	559.50	15.75

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