

Wheat Domestic Fundamentals:

All India average wheat price decreased by 3.43 % from Rs1777.04 to Rs1716 per qtl. during the week ended 6th May-2016. Despite lower arrivals and active participation by private trades cash market decreased on the back of ample supply and stock in north and central India. When we compare all India average price from May,2015, it is lower by 5.12 % average. In May,2015 average price was registered at 1665.72 per qtl. Any major dip from current level is unlikely as yield of wheat in Bihar, Uttar Pradesh has declined considerably.

Govt. has reduced wheat procurement target for 2016-17 to 28MMT and it may be revised further down to 25MMT as cash market price is ruling higher from MSP. Govt agencies have procured 208.11 tonne wheat till 2nd May-2016 Some difficulty may be faced in M.P. Uttar Pradesh and Rajasthan as private trade would remain active and may offer slightly higher price to farmers in anticipation of lower crop size this year

India exported 1095.49tonne wheat during week ended1st May-2016 against 1778 tonne during week ending 24th April. Wheat has been exported at an average FoB of \$297.54 per tonne. Major buyers of the Indian wheat are UAE, Taiwan, UK, Nepal, Bahrain and Kuwait. There is no import last week. Sentiments in cash market remain weak as supply side is higher than normal demand. Private trades/stockiests have fulfilled their 50 percent requirement so far.

Agriwatch has revised its wheat production estimate up by 1.54 MMT from 89.28 MMT to 90.82 MMT for 2016-17 MY starting from April-2016. The new season (2016-17) started with 145.38 lakh tonne wheat as carry out. If we include private carryout (1 MMT), it comes to 155.38 lakh tonne. The new season may end up with 15.2 MMT as carry out including private carryout also. Production estimate for Bihar, Gujarat and Eastern Uttar Pradesh has been reduced by 20 to 30 percent due to thinner grain size this year. In other state crop is almost normal.

Wheat procurement is running smooth and it is higher by 10 % to 208.11 lakh tonne from last year till 2nd ,May2016.Total wheat procurement has touched 208.11 lakh tonne till 2nd ,May2016 against 189.27 lakh tonne on 2nd May 2015.Punjab has procured 98.94 lakh tonne,Haryana has contributed 64.64 lakh tonne.MP stands third by procuring 36.05 lakh tonne.Rajasthan has procured 4.81 lakh tonne. Uttar Pradesh stand fifth by procuring 3.58 lakh tonne so far.

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.

International Market Update:

IGC revised wheat production projection estimate up by 4MMT to 717 MMT in end April-16 for crop year 2016-17. According to IGC global wheat production for 2015-16 was registered at 732MMT. Projection for 2016-17 is quite lower from actual production of last year. The difference is around 15 MMT. Lower projection for wheat may lend support to global wheat market at current level and any major dip from current level is unlikely.

According to latest report, Russian wheat export reached 21.3 mmt since 1st July 2015 as greater demand is supporting the export. At present Black sea mill wheat with 12.5% protein for April shipment is offered at US \$184 per tonne (FOB).

Domestic market Outlook: Wheat cash market is likely trade firm.

Wheat Futures Contact: NCDEX Price								Date:09.05.2016	
Contract Month	Ch from previous day	Open	High	Low	Close	Vol	Ch. From previous day	OI	Ch. From previous day
16-May	1	1628	1629	1622	1623	1420	-80	6020	-2180
16-June	0	1655	1656	1651	1651	1350	-1250	8590	210
16-July	-	-	-	-	-				

Spread	May-16	Jun-16	July-16	
Spot Narella				
16-May	23			
16-June		28		
16-July			-	

Stocks	Demat	In- Process	Total	FED
	07.May.16	07.May.16	07.May.16	02.May.16
Delhi	2646	0	2646	2455
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	14259	890	15149	12562
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 09.5.2016

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			9-May-16	07-May-16	
Delhi	Lawrence Road	Mill Delivery	1650	1630	20
	Narella	Mill Quality Loose	1600	1570	30
	Nazafgarh	Mill Quality Loose	1600	1560	40
Gujarat	Rajkot	Mill Delivery	1620	1630	-10
	Ahmedabad	Mill Delivery	1710	1715	-5
	Dhrol	Mill Quality Loose	NR	2000	-
	Surat	Mill Delivery	1735	1740	-5
M.P.	Bhopal	Mill Quality Loose	Closed	1550	-
	Indore	Mill Delivery	Closed	1675	-
Rajasthan	Kota	Mill Quality Loose	Closed	1580	-
		Mill Delivery	Closed	1650	-
U.P.	Kanpur	Mill Delivery	1620	1615	5
	Mathura	Mill Quality Loose	1535	1512	23
	Kosi	Mill Quality Loose	1485	1482	3
	Hathras	Mill Quality Loose	1475	NR	-
	Aligarh	Mill Quality Loose	1500	1500	Unch
Punjab	Khanna	Mill Quality Loose	1525	1500	25
	(Ludhiana)Jagraon	Mill Delivery	1635	1635	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	1550	Unch
	Panipat	Mill Quality Loose	1525	1525	Unch
Tamil Nadu	Chennai	Mill Quality	Closed	1900	-
	Madurai	Mill Quality	Closed	1957	-
	Coimbatore	Mill Quality	Closed	1957	-
Bihar	Sitamari	Mill Delivery	Closed	Closed	-

	Khagariya	Mill Delivery	1600	1600	Unch
FOR	Kandla(Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham(Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			9-May-16	7-May-16	
Gujarat					
	Rajkot	Lokwan	1800	1800	Unch
M.P.	Indore	Lokwan	Closed	2000	-
	Bhopal	Lokwan	Closed	1800	-
	Bina	Sarbati 306	Closed	NR	-
Rajasthan	Kota	LokwanBilty	Closed	1800	-
	Baran	Lokwan	Closed	1700	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			9-May-16	7-May-16	
Delhi					
	Lawrence Road	Mill Delivery	8000	8000	Unch
	Narella	Mill Quality Loose	2000	3000	-1000
	Nazafgarh	Mill Quality Loose	200	1000	-800
Gujarat	Rajkot	Mill Quality Loose	1600	2500	-900
	Dhrol	Mill Quality Loose	NR	70	-
M.P.	Indore	Mill Quality Loose	Closed	3000	-
Rajasthan	Kota	Mill Quality	Closed	20000	-
U.P.	Kanpur	Mill Quality Loose	400	400	Unch
	Mathura	Mill Quality Loose	2500	4000	-1500
	Kosi	Mill Quality Loose	4000	3000	1000
	Hathras	Mill Quality Loose	1200	NR	-
	Aligarh	Mill Quality Loose	900	1000	-100
Punjab	Khanna	Mill Quality Loose	7000	7000	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	1000	1000	Unch
Haryana	Sirsa	Mill Quality Loose	2000	2000	Unch
	Hodal	Mill Quality Loose	200	200	Unch
	Karnal	Mill Delivery	2000	3000	-1000
	Bhiwani	Mill Quality Loose	2000	3000	-1000
	Panipat	Mill Quality Loose	1000	1300	-300

Wheat Products Delhi			9-May-16	7-May-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)	718	718	Unch
Chokar (34 kg)	489	489	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: 06.5.2016					
Contract Month	Open	High	Low	Close	Change
16-May	453.5	458.50	453.25	453.25	0.25
16-Jul	463.0	470.25	462.00	463.75	0.50
16-Sep	473.3	480.00	472.00	474.50	1.25
16-Dec	490.5	497.00	488.75	492.00	1.50
17-Mar	507.0	513.25	506.50	509.25	1.75
17-May	515.5	522.50	515.50	518.25	1.00

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