

### Wheat Domestic Fundamentals:

**India exported 11431.56 tonne wheat during week ended 15<sup>th</sup> May-2016** against 1564.76 tonne during week ending 8<sup>th</sup> May-2016. Wheat has been exported at an average FoB of \$323.54 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 firm in the short to medium term as supply side is lower than normal demand.

**All India average wheat price increased by 2.51 % from Rs1706.04 to Rs1749 per qtl.** during the week ended 12th May-2016. Active private participation and decreased arrival in north and central India has lent support to cash market fundamental.. When we compare all India average price from May,2015, it is lower by 4.10 % on month average basis. In May,2015 average price was registered at 1680.4 per qtl. Overall trend in cash market is expected to remain firm despite higher production estimate(94.02MMT) in 3rd Adv. estimates released on 9th May-2016.

**Indian millers based in south India have struck a deal of 50,000 French wheat** at \$203 per tonne on CiF basis scheduled to be delivered in July-2016.Around 7 lakh tonne wheat import deal has been finalized for forward months.Millers hope govt would revise wheat duty down from 25% to 10 % in July-2016.Around 50,000 T .Australian wheat too has been brought for August delivery at \$275 per T onCiF basis.

**The pace of wheat Procurement has slowed down due to decreased arrivals** and higher prevailing prices in domestic market.Indian procurement agencies have procured 224.81 lakh tonne till 13th,May-2016.Punjab and Haryana have procured 106 & 67.68 lakh tonne so far. MP has contributed6.78 lakh tonne while Rajasthan has procured6.66 lakh tonne so far.

**Agricultural Statistics Division, Directorate of Economics & Statistics (DES)** has released Third Adv. Estimate for Rabi crop for 2015-16 on 9th May, 2016. Production target for wheat in Rabi had been set at 94.75 lakh tonne for 2015-16 crop year. Now in Third Adv. estimate wheat production estimate has been revised up from 93.82 lakh tonne to 94.04 MMT

**There is a gossip in the market that farmers have retained more stock this year and they** would prefer to release it in lean season. It would help to limit firmness in the lean season, especially in the last quarter. Besides, govt. has ample stock to take care of any unexpected rise in cash market.

**Agriwatch has revised its wheat production estimate up by 1.54 MMT from89.28 MMT to 90.82 MMT** for 2016-17 MY starting from April-2016. The new season (2016-17) started with145.38 lakh tonne wheat as carry out. If we include private carryout (1 MMT), it comes to 155.38 lakh tonne.

### International Market Update:

**Russian wheat export prices rose slightly last week on high demand from** traders needing to fulfil previously signed deals.Black Sea prices for Russian wheat with 12.5 percent protein content were at \$192.5 a tonne on a free-on-board (FOB) basis at the end of last week, up \$1.50 from a week earlier. Russia exported 30.7 million tonnes of grains, including 22.3 million tonnes of wheat, between July 1 and May 4.

**IGC revised wheat production projection estimate up by 4MMT to717 MMT in** end April-16 for crop year2016-17. 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.

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

Wheat Futures Contact: NCDEX Price							Date:16.05.2016		
Contract Month	Ch from previous day	Open	High	Low	Close	Vol	Ch. From previous day	OI	Ch. From previous day
16-May	7	1644	1644	1644	1644	10	-70	2160	-10
16-June	1	1665	1668	1660	1663	3560	360	14750	810
16-July	-2	1682	1695	1688	1690	1280	785	2990	530

Spread	May-16	Jun-16	July-16	
Spot Narella				
16-May	-14			
16-June		19		
16-July			27	

Stocks	Demat	In- Process	Total	FED
	16.May.16	16.May.16	16.May.16	16.May.16
Delhi	2646	0	2646	2646
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	16150	1256	17406	14606
Rajkot	-	-	-	-

### Wheat Daily Prices and Arrivals on 17.5.2016

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Delhi			17-May-16	16-May-16	
	Lawrence Road	Mill Delivery	1680	1680	Unch
	Narella	Mill Quality Loose	1630	1630	Unch
	Nazafgarh	Mill Quality Loose	1615	1615	Unch
Gujarat	Rajkot	Mill Delivery	1620	1635	-15
	Ahmedabad	Mill Delivery	1720	1725	-5
	Dhrol	Mill Quality Loose	1815	NR	-
	Surat	Mill Delivery	1750	1750	Unch
M.P.	Bhopal	Mill Quality Loose	1600	1550	50
	Indore	Mill Delivery	1710	1710	Unch
Rajasthan	Kota	Mill Quality Loose	1580	1570	10
		Mill Delivery	1660	1650	10
U.P.	Kanpur	Mill Delivery	1625	1625	Unch
	Mathura	Mill Quality Loose	1555	1545	10
	Kosi	Mill Quality Loose	1535	1530	5
	Hathras	Mill Quality Loose	1525	NR	-
	Aligarh	Mill Quality Loose	1545	1520	25
Punjab	Khanna	Mill Quality Loose	1525	1525	Unch
	(Ludhiana)Jagraon	Mill Delivery	1620	1620	Unch
Haryana	Sirsa	Mill Delivery loose	1525	1525	Unch
	Hodal	Mill Delivery	1665	1660	5
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1600	1580	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	1450	NR	-

	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
			17-May-16	16-May-16	
Gujarat					
	Rajkot	Lokwan	1850	1850	Unch
M.P.	Indore	Lokwan	2000	2000	Unch
	Bhopal	Lokwan	1800	1800	Unch
	Bina	Sarbati 306	NR	NR	-
Rajasthan	Kota	LokwanBilty	1850	1850	Unch
	Baran	Lokwan	1700	1700	Unch

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			17-May-16	16-May-16	
Delhi					
	Lawrence Road	Mill Delivery	8000	18000	-10000
	Narella	Mill Quality Loose	1000	800	200
	Nazafgarh	Mill Quality Loose	300	200	100
Gujarat	Rajkot	Mill Quality Loose	1200	1600	-400
	Dhrol	Mill Quality Loose	49	NR	-
M.P.	Indore	Mill Quality Loose	2000	1000	1000
Rajasthan	Kota	Mill Quality	25000	25000	Unch
U.P.	Kanpur	Mill Quality Loose	500	500	Unch
	Mathura	Mill Quality Loose	2000	1500	500
	Kosi	Mill Quality Loose	3500	3000	500
	Hathras	Mill Quality Loose	500	NR	-
	Aligarh	Mill Quality Loose	2000	1000	1000
Punjab	Khanna	Mill Quality Loose	2000	2000	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	1000	1000	Unch
	Hodal	Mill Quality Loose	200	200	Unch
	Karnal	Mill Delivery	1000	1000	Unch
	Bhiwani	Mill Quality Loose	2000	1700	300
	Panipat	Mill Quality Loose	200	250	-50

Wheat Products Delhi			17-May-16	16-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)	735	735	Unch
Chokar (34 kg)	490	490	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: 16.5.2016					
Contract Month	Open	High	Low	Close	Change
<b>Jul-16</b>	474.0	476.5	467.5	474.75	unch
<b>Sep-16</b>	482.5	485.8	476.8	484.00	unch
<b>Dec-16</b>	498.8	501.0	492.3	499.00	-0.25
<b>Mar-17</b>	513.5	516.0	507.3	513.75	0.50
<b>May-17</b>	524.3	524.8	516.3	522.25	0.75
<b>Jul-17</b>	525.5	526.5	519.0	525.25	1.25

**Disclaimer:** The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php> © 2016 Indian Agribusiness Systems Pvt Ltd.