

### Wheat Domestic Fundamentals:

**More or less wheat cash markets traded steady on Saturday. However, firm trend in wheat cash market is expected as buyers remain active to cover their short/medium term demand anticipating short supply for FAQ variety in 2nd and 3rd quarters of this year. Wheat production has been pegged at 87 MMT by Agriwatch, much below than govt.'s estimate of 94MMT. It hints uptrend to continue until govt. intervenes. Rising price for wheat in domestic market would encourage inflation and govt. would not leave grains market unnoticed.**

**Agriwatch expects revision in import duty soon. Govt. may revise it down from 25 to 10 % to restrict uptrend. At current price Indian wheat FoB, if sourced from MP, Rajasthan for Kandla port, comes to \$ 275/276 per metric tonne. In INR term is Rs 18500 per tonne. At current price if Russian wheat is imported it may land at Indian port at \$245 per tonne with 10 % import duty. At 25 % it would be \$306.88 per T. If wheat is imported from France costing comes to \$ 297 At 25% duty, it comes to \$238.06 at 10 % duty. At 10 % duty Australian wheat costing at Indian port would be \$264.24 per Tonne. If govt. revises duty to 10 percent, parity would turn in favor of south Indian millers.**

**All India average wheat price increased by 4.01 % from Rs1740.84 to Rs1810.73 per qtl. during the week ended 4<sup>th</sup> May-2016. Arrival continues to decrease and private buyers remain active above Rs 1700 per qtl. All India average price is higher by 8.88% in comparison to price registered in June, 2015. In June, 2015 average price was registered at 1662.94 per qtl.**

**Govt. has estimated 94.02MMT wheat production in 3<sup>rd</sup> Adv. estimates released on 9<sup>th</sup> May-2016. However, lower arrivals and higher price in ongoing season hint lower production size (around 87/88MMT) in 2016.**

**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.**

### International Market Update:

**Bangladesh received a lowest offer of \$233.17 a tonne from Singapore-based Agro Food in a tender to import 50,000 tonnes of wheat. Only one other trader, Olam International, competed for the tender from the Directorate General of Food, quoting \$249.89 a tonne.**

**Wheat production in Australia for the 2016-2017 season (October-September) is expected to reach as high as 27.1 million mt, if La Nina occurs with 20% above-average rainfall in the country, said National Bank of Australia**

**IGC has revised global wheat production estimate up from 717 to 722 MMT in its May-2016 update. Global trade estimate has been revised up by 1 MMT to 154MMT.**

**Russia will procure wheat for restocking programme in MY 2016-17, starting from July at \$161 per T (10,900 roubles) for third class wheat, almost same price set for last year. At the end of last week, domestic prices for third-class wheat were at 10,925 roubles a tonne in the European part of Russia on an ex-works basis.**

**Domestic market Outlook:** Wheat cash market is likely trade range bound in the short term..

Wheat Futures Contact: NCDEX Price							Date: 10.06.2016		
Contract Month	Ch from previous day	Open	High	Low	Close	Vol	Ch. From previous day	OI	Ch. From previous day
16-June	-11	1713	1715	1674	1695	6680	2970	6340	-2250
16-July	-14	1740	1748	1719	1721	12030	-1885	26750	11425
16-Aug	-15	1772	1778	1750	1750	960	345	131	-1310

Spread	Jun-16	July-16	Aug-16	
Spot Narella				
16-June	5			
16-July		26		
16-Aug			29	

Stocks	Demat	In- Process	Total	FED
	10.June.16	10.June.16	10.June.16	6.June.16
Delhi	2636	0	2636	2636
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	19099	176	19275	19160
Rajkot	-	-	-	-

**Wheat Daily Prices and Arrivals on 11.06.2016**

Centre	Market	Variety	Prices (Rs/Qtl)		Change
Delhi			11-Jun-16	10-Jun-16	
	Lawrence Road	Mill Delivery	1800	1790	10
	Narella	Mill Quality Loose	1720	1700	20
	Nazafgarh	Mill Quality Loose	1720	1710	10
Gujarat	Rajkot	Mill Delivery	1755	1760	-5
	Ahmedabad	Mill Delivery	1780	1790	-10
	Dhrol	Mill Quality Loose	NR	1915	-
	Surat	Mill Delivery	1805	1820	-15
M.P.	Bhopal	Mill Quality Loose	1725	1675	50
	Indore	Mill Delivery	1810	1820	-10
Rajasthan	Kota	Mill Quality Loose	1650	1640	10
		Mill Delivery	1725	1725	Unch
U.P.	Kanpur	Mill Delivery	1625	1635	-10
	Mathura	Mill Quality Loose	1655	1640	15
	Kosi	Mill Quality Loose	1630	1620	10
	Hathras	Mill Quality Loose	1630	1615	15
	Aligarh	Mill Quality Loose	1640	1630	10
Punjab	Khanna	Mill Quality Loose	1580	NA	-
	(Ludhiana)Jagraon	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1640	1645	-5
	Hodal	Mill Delivery	1750	1740	10
	Karnal	Mill Delivery	1650	1650	Unch
	Bhiwani	Mill Quality Loose	NR	1700	-
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	2000	2000	Unch
	Madurai	Mill Quality	2057	2057	Unch
	Coimbatore	Mill Quality	2057	2057	Unch
Bihar	Muzaffarpur	Mill Delivery	1640	1640	Unch

	Khagariya	Mill Delivery	1650	1600	50
FOR	Kandla(Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham(Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			11-Jun-16	10-Jun-16	
Gujarat					
	Rajkot	Lokwan	2000	2000	Unch
M.P.	Indore	Lokwan	2200	2200	Unch
	Bhopal	Lokwan	1900	1800	100
	Bina	Sarbati 306	2700	2700	Unch
Rajasthan	Kota	LokwanBilty	1850	1800	50
	Baran	Lokwan	1750	1750	Unch

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			11-Jun-16	10-Jun-16	
Delhi					
	Lawrence Road	Mill Delivery	9000	12000	-3000
	Narella	Mill Quality Loose	350	1000	-650
	Nazafgarh	Mill Quality Loose	300	200	100
Gujarat	Rajkot	Mill Quality Loose	1000	1100	-100
	Dhrol	Mill Quality Loose	NR	93	-
M.P.	Indore	Mill Quality Loose	2000	1500	500
Rajasthan	Kota	Mill Quality	7500	10000	-2500
U.P.	Kanpur	Mill Quality Loose	500	400	100
	Mathura	Mill Quality Loose	500	500	Unch
	Kosi	Mill Quality Loose	1500	1500	Unch
	Hathras	Mill Quality Loose	300	350	-50
	Aligarh	Mill Quality Loose	800	1000	-200
Punjab	Khanna	Mill Quality Loose	400	NA	-
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	300	200	100
	Hodal	Mill Quality Loose	100	50	50
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	NR	2000	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi			11-Jun-16	10-Jun-16	Change
Atta (50kg) Ordinary			950	950	Unch
Maida Grade 1 (50KG)			1290	1290	Unch
Suji (50kg)			1350	1350	Unch

Chokar (50 kg)	735	735	Unch
Chokar (34 kg)	490	490	Unch
Chakki Atta (50kg)	980	980	Unch
Chakki Atta (50kg) Special	1025	1025	Unch
Chakki Atta (90kg) Superfine	1897	1897	Unch
Chakki Atta (50kg) Superfine	1035	1035	Unch

Wheat (CBOT) Future Price: 10.6.2016					
Contract Month	Open	High	Low	Close	Change
<b>Jul-16</b>	510.3	512.5	494.3	495.0	<b>-15.25</b>
<b>Sep-16</b>	520.8	523.3	505.8	506.5	<b>-15.00</b>
<b>Dec-16</b>	538.8	541.3	524.3	524.8	<b>-14.75</b>
<b>Mar-17</b>	550.0	558.3	541.8	542.3	<b>-14.75</b>
<b>May-17</b>	568.0	570.0	553.8	554.3	<b>-14.00</b>
<b>Jul-17</b>	573.5	579.5	562.8	563.0	<b>-12.75</b>

**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.