

Wheat Domestic Fundamentals:

All India average wheat price decreased by 0.18 % from Rs1777.15 to Rs1773.9 per qtl. during the week ended 23rd June-2016. Arrival continues to decrease and private buyers remain active above Rs 1750-Rs1775 per qtl. All India average price is higher by 7.48 % in comparison to price registered in June, 2015. In the third week of June, 2015 average price was registered at 1650.52 per qtl. Overall trend in cash market is expected to remain firm

Reserve price for bulk sale is Rs 1640 per qtl. and for dedicated movement sale reserve price will be calculated after adding handling and transportation charges from FCI depot to loading in Railway Rake. Weekly auction will begin from 4th July-2016 in MP region. Sale would be conducted (As is where is basis. Detailed tender form will be uploaded on every Monday on FCI website. For more information interested parties may log on to <http://fciweb.nic.in/>

India exported 1057.02 T wheat during week ending 19th June-2016. Average FoB price was registered at \$384.37 per tonne. The highest and lowest quote was registered at \$633.33.04 & \$170.85 per T. India had exported 875 T wheat previous week. Export volume would remain negligible as parity is not in favor of India.

Unchanged duty structure would ensure better price for farmers who have retained stock and expectation of higher area coverage in Rabi season amid hope for good rainfall this year. Govt. may start wheat auction from July-2016 having reserve price of Rs 1640 per qtl. If prices continue to increase govt may review duty structure at the end of the year. Offtake from central pool is expected to increase by this move.

First shipment from France is expected in July end, first in this financial year. In the second quarter total 8 lakh tonne wheat is expected to land at south Indian port including Kerala.

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.

International Market Update

Australian Bureau of Agricultural and Resource Economics and Sciences (ABARES) has revised its wheat production estimate for 2016-17 up from 24.4 to 25.4 MMT. The new season will end on 1st July-2017. It would be the highest production after 2012-13. Higher wheat output from Australia will add pressure on global prices

Australia's largest wheat export market Southeast Asia is seeing robust demand growth. In the next five years, Australia's wheat market share will shrink from around 49% to 37% whereas the market share of black sea region is expected to increase from around 8% to 18%. Currently wheat from black sea region is cheaper by \$20 to \$30 compared to Australian wheat to any major port in Southeast Asia. Major portion of the wheat going out of black sea to Southeast Asia will be used for animal feed, whereas Australia will remain the main supplier for food in Indonesia, Vietnam and Malaysia.

Domestic market Outlook: Wheat cash market is likely trade range bound.

Wheat Futures Contact: NCDEX Price							Date: 28.06.2016		
Contract Month	Ch from previous day	Open	High	Low	Close	Vol.	Ch. From previous day	OI	Ch. From previous day
16-July	-3	1767	1768	1757	1762	1220	-1,920	27200	60
16-Aug	-2	1795	1797	1784	1792	1070	-1,720	13510	270
16-Sep	-2	1819	1820	1811	1817	260	-430	2090	-70

Spread	Jun-16	July-16	Aug-16	
Spot Narella				
16-July	62			
16-Aug		30		
16-Sep			25	

Stocks	Demat	In- Process	Total	FED
	27.June.16	27.June.16	27.June.16	27.June.16
Delhi	1635	0	1635	1635
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	17257	0	17257	17257
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 28.06.2016

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			28-Jun-16	27-Jun-16	
Delhi	Lawrence Road	Mill Delivery	1775	1770	5
	Narella	Mill Quality Loose	1700	1710	-10
	Nazafgarh	Mill Quality Loose	1725	1700	25
	Rajkot	Mill Delivery	1780	1780	Unch
Gujarat	Ahmedabad	Mill Delivery	1830	1840	-10
	Dhrol	Mill Quality Loose	1980	1955	25
	Surat	Mill Delivery	1870	1870	Unch
	Bhopal	Mill Quality Loose	1750	1775	-25
M.P.	Indore	Mill Delivery	1850	1860	-10
	Kota	Mill Quality Loose	1680	1670	10
Rajasthan		Mill Delivery	1770	1750	20
	Kanpur	Mill Delivery	1675	1675	Unch
U.P.	Mathura	Mill Quality Loose	1655	1650	5
	Kosi	Mill Quality Loose	1645	1650	-5
	Hathras	Mill Quality Loose	1650	NR	-
	Aligarh	Mill Quality Loose	1650	1650	Unch
	Khanna	Mill Quality Loose	1610	1610	Unch
Punjab	(Ludhiana)Jagraon	Mill Delivery	NA	NA	-
	Sirsa	Mill Delivery loose	1670	1680	-10
Haryana	Hodal	Mill Delivery	1770	1750	20
	Karnal	Mill Delivery	1690	1690	Unch
	Bhiwani	Mill Quality Loose	1700	1700	Unch
	Panipat	Mill Quality Loose	NA	NA	-
	Chennai	Mill Quality	2070	2100	-30
Tamil Nadu	Madurai	Mill Quality	2127	2157	-30
	Coimbatore	Mill Quality	2127	2157	-30
Bihar	Muzaffarpur	Mill Delivery	1670	1660	10

	Khagariya	Mill Delivery	1775	1750	25
FOR	Kandla(Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham(Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			28-Jun-16	27-Jun-16	
Gujarat					
	Rajkot	Lokwan	2000	2000	Unch
M.P.	Indore	Lokwan	2200	2200	Unch
	Bhopal	Lokwan	1850	1900	-50
	Bina	Sarbati 306	2500	2500	Unch
Rajasthan	Kota	Lokwan Bilty	1850	1900	-50
	Baran	Lokwan	1850	1850	Unch

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			28-Jun-16	27-Jun-16	
Delhi					
	Lawrence Road	Mill Delivery	10000	14000	-4000
	Narella	Mill Quality Loose	200	300	-100
	Nazafgarh	Mill Quality Loose	100	100	Unch
Gujarat	Rajkot	Mill Quality Loose	1000	1400	-400
	Dhrol	Mill Quality Loose	11	22	-11
M.P.	Indore	Mill Quality Loose	2000	3000	-1000
Rajasthan	Kota	Mill Quality	2500	3000	-500
U.P.	Kanpur	Mill Quality Loose	9000	9000	Unch
	Mathura	Mill Quality Loose	400	400	Unch
	Kosi	Mill Quality Loose	500	500	Unch
	Hathras	Mill Quality Loose	450	NR	-
	Aligarh	Mill Quality Loose	500	500	Unch
Punjab	Khanna	Mill Quality Loose	300	500	-200
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	200	100	100
	Hodal	Mill Quality Loose	50	100	-50
	Karnal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	700	1500	-800
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi			28-Jun-16	27-Jun-16	Change
Atta (50kg) Ordinary			975	975	Unch
Maida Grade 1 (50KG)			1315	1315	Unch
Suji (50kg)			1365	1365	Unch

Chokar (50 kg)	735	735	Unch
Chokar (34 kg)	490	490	Unch
Chakki Atta (50kg)	1000	1000	Unch
Chakki Atta (50kg) Special	1050	1050	Unch
Chakki Atta (90kg) Superfine	1922	1922	Unch
Chakki Atta (50kg) Superfine	1060	1060	Unch

Wheat (CBOT) Future Price: 27.6.2016					
Contract Month	Open	High	Low	Close	Change
Jul-16	454.75	460.00	446.00	446.75	-8.00
Sep-16	465.75	470.50	457.75	458.25	-6.75
Dec-16	484.50	489.25	477.25	478.00	-6.75
Mar-17	503.00	507.00	494.75	495.50	-7.25
May-17	511.00	515.50	504.75	505.50	-7.50
Jul-17	521.50	525.25	512.00	512.75	-8.00

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