Wheat Domestic Fundamentals:

***All India average wheat price could not sustain its previous week high** and decreased by 1.33 percent to Rs 1708.25 to during the week ended 17th July-2016...Wheat average price was ruling at Rs 1726.55 percent in the first week of July. Arrival continues to decrease and private buyers remain active above Rs 1725-Rs1750 per qtl.. Howevr,all India average price is higher by 3.10 % in comparison to price registered in mid July, 2015. In mid July, 2015 average price was registered at 1672.84 per qtl.*

***Wheat cash market is likely to trade stable in the month of July as supply** from central pool is expected to increase.Stock has started declining with local millers and they would start sourcing wheat from open market besides central pool stock.Incoming festive season would encourage wheat demand from millers while there is a shortage of FAQ varieties in the market.Seasonal factors too indicate firm tone from August.However,one way firmness is unlikely as global market is in extreme pressure,import starts and release from central pool continues.*

***Wheat import in India begins in month of July-2016.It is the first consignment** that landed at Tuticorin port last week.The quantity in question is 11,000 T sourced from Ukraine at an average CiF of $191.94 per tonne.if 25 % import duty is applied,the costing comes to 17500 per tonne.Freight and insurence cost is around $30 per tonne.Two more vessels of higher quantity is expected this month from Ukraine.*

***Market sources say that two consignments from France are expected next month**.As prices in domestic market rule higher, south Indian millers would continue to import.Over 1 million tonne import deals have already been struck so far.Beginning of import would decrease demand from south Indian millers and it will put pressure on wheat price in central and north India.*

***India exported3466.31 tonne wheat during week ended 10th ,July-2016.**Major buyers were UAE,Nepal and Jordan contributing 3055.8,154.28 & 100 tonne respectively in export basket.wheat has been exported at an average FoB of$331.65 per tonne.Malaysia,Somalia and Sri Lanka purchased 50,48& 42 tonne wheat during the week under review.Wheat export increased considerably last week from559.85 to 3466.31 tonne.*

***As per normal stock norms, India need 245 lakh tonne wheat as on 1st July as operational** stock while 30 lakh tonne as strategic reserve.So, total requirements bring it to 275 lakh tonne. Against this total availability is around 326 lakh tonne,higher by 51 lakh tonne. So there is no panic at supply front and govt is able to release stock as per market needs as and when it requires.*

***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/*

International Market Update:

***Flour Millers in Taiwan has purchased over one lakh tonnemilling wheat from** US through tender. Delivery is due in August and Sept-2016 in two consignments. First consignment would be of spring wheat having 14.5 percent protein content.It has been brought at $231.25 per tonne on FoBbasis.Second consignment of hard red winter wheat having 13 percent protein content has been brought at $228.29(FoB) per tonne while wheat having 9 percent protein content was purchased at $203.11 per tonne. If we include frieght of $20.84 per tonne,cif comes to $ 252,$248 and 4224 per tonne respectively for Taiwan.*

***IGC has revised wheat production projection up by 7MMT from722 to729** MMT in 1st,July-2016 for crop year2016-17. According to IGC global wheat production for 2016-17may touch 729 MMT against 736 forecast for 2015-16. The difference is around 7 MMT from previous year.*

***Australian Bureau of Agricultural and Resource Economics and Sciences** (ABARES) has revised its wheat production estimate for 2016-17 up from 24.4 to25.4MMT.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.*

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

Wheat Futures Contact: NCDEX Price								Date:18.07.2016	
Contract Month	Ch from previous day	Open	High	Low	Close	Vol.	Ch. From previous day	OI	Ch. From previous day
16-Aug	-2	1751	1754	1745	1748	860	-310	31740	30
16-Sep	-5	1779	1779	1771	1773	490	-610	3890	30
16-Oct	-8	1805	1805	1801	1801	60	-10	570	-210

AGRIWATCH

Wheat Daily Fundamental Report
19th July, 2016

Spread	Aug-16	Sep-16	Oct-16	
Spot Narella				
16-Aug	68			
16-Sep		25		
16-Oct			28	

Stocks	Demat	In- Process	Total	FED
	16.July.16	16.July.16	16.July.16	11.July.16
Delhi	1332	0	1332	1635
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	17307	0	17307	17307
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 18.07.2016

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			18-Jul-16	16-Jul-16	
Delhi	Lawrence Road	Mill Delivery	1775	1780	-5
	Narella	Mill Quality Loose	1680	NR	-
	Nazafgarh	Mill Quality Loose	1700	NR	-
Gujarat	Rajkot	Mill Delivery	1740	1740	Unch
	Ahmedabad	Mill Delivery	1880	1870	10
	Surat	Mill Delivery	1910	1900	10
	Dhrol	Mill Quality Loose	2065	1940	125
M.P.	Indore	Mill Delivery	1750	1760	-10
	Bhopal	Mill Quality Loose	1740	1725	15
Rajasthan	Kota	Mill Quality Loose	1715	1715	Unch
		Mill Delivery	1770	1770	Unch
U.P.	Kanpur	Mill Delivery	NR	NR	-
	Mathura	Mill Quality Loose	1625	NR	-
	Kosi	Mill Quality Loose	1620	NA	-
	Hathras	Mill Quality Loose	NR	NA	-
	Aligarh	Mill Quality Loose	1600	NA	-
Punjab	Khanna	Mill Quality Loose	1610	NR	-
	Ludhiana (Jagraon)	Mill Delivery	Closed	NA	-
Haryana	Sirsa	Mill Delivery loose	1665	1665	Unch
	Hodal	Mill Delivery	1770	1770	Unch
	Bhiwani	Mill Quality Loose	1700	1700	Unch
	Karnal	Mill Delivery	1670	1660	10
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	2100	2100	Unch
	Madurai	Mill Quality	2157	2157	Unch
	Coimbatore	Mill Quality	2157	2157	Unch
Bihar	Khagariya	Mill Delivery	1750	1750	Unch

	Muzaffarpur	Mill Delivery	1700	1700	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NR	NR	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NR	NR	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			18-Jul-16	16-Jul-16	
Gujarat	Rajkot	Lokwan	2025	2000	25
M.P.	Indore	Lokwan	2200	2200	Unch
	Bhopal	Lokwan	1850	1850	Unch
	Bina	Sarbati 306	2200	2200	Unch
Rajasthan	Kota	LokwanBilty	1900	1900	Unch
	Baran	Lokwan	1820	1825	-5

Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			18-Jul-16	16-Jul-16	
Delhi	Lawrence Road	Mill Delivery	3000	5000	-2000
	Narella	Mill Quality Loose	200	NR	-
	Nazafgarh	Mill Quality Loose	100	NR	-
Gujarat	Rajkot	Mill Quality Loose	1400	900	500
	Dhrol	Mill Quality Loose	28	21	7
M.P.	Indore	Mill Quality Loose	2000	1300	700
Rajasthan	Kota	Mill Quality	1300	1500	-200
U.P.	Kanpur	Mill Quality Loose	NR	NR	-
	Mathura	Mill Quality Loose	60	NR	-
	Kosi	Mill Quality Loose	300	NA	-
	Hathras	Mill Quality Loose	NR	NA	-
	Aligarh	Mill Quality Loose	50	NA	-
Punjab	Khanna	Mill Quality Loose	300	NR	-
	(Ludhiana)Jagraon	Mill Quality Loose	Closed	NA	-
Haryana	Sirsa	Mill Quality Loose	300	200	100
	Hodal	Mill Quality Loose	100	50	50
	Bhiwani	Mill Quality Loose	700	600	100
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	18-Jul-16	16-Jul-16	Change
Atta (50kg) Ordinary	975	975	Unch
Maida Grade 1 (50KG)	1315	1315	Unch
Suji (50kg)	1365	1365	Unch

Chokar (50 kg)	649	649	Unch
Chokar (34 kg)	432	432	Unch
Chakki Atta (50kg)	1000	1000	Unch
Chakki Atta (50kg) Special	1075	1075	Unch
Chakki Atta (90kg) Superfine	1942	1942	Unch
Chakki Atta (50kg) Superfine	1060	1060	Unch

Wheat (CBOT) Future Price: 15.7.2016					
Contract Month	**Open**	**High**	**Low**	**Close**	**Change**
Sep-16	434.00	439.75	424.00	424.75	**-9.25**
Dec-16	459.50	464.25	449.00	449.75	**-8.75**
Mar-17	479.75	484.75	472.50	472.75	**-7.00**
May-17	492.00	497.00	486.50	487.00	**-5.25**
Jul-17	503.00	505.25	495.50	496.25	**-4.25**
Sep-17	513.00	515.00	508.00	508.25	**-3.25**