

### Wheat Domestic Fundamentals:

**Mixed trend was featured in cash wheat market. Rains have affected arrivals** in mandis and demand for wheat is likely to recover once again ahead of festive demand. Release through auction from central pool stock continues and it may be restrictive to cash market fundamental. However, overall medium term outlook remains firm.

**Wheat import continues and a third consignment of 5000 thousand T landed on Tuticorin** during week ended 24th ,July-2016. Wheat has been sourced from Ukraine at an average CiF of 191.94.This year total import registered at 34500 tonne in last three weeks from one country-Ukraine. Import is likely to continue as wheat price in Black sea region has decreased to \$160 per tonne.

**Regular release from central pool stock through auction would ensure supply for millers and in open market.** Wheat price in Black Sea Region has decreased to \$160 per tonne. If millers add freight and insurance cost (around \$25 per tonne) it brings total landed cost at \$190 per tonne at Tuticorin port. With 25 percent duty total costing for millers come to Rs 15200 per tonne at their premises in Kerala. When they source it from domestic markets, total cost comes to Rs19000 per tonne. So, import is likely to continue.

**India exported 463.88 tonne wheat during week ended 24th,July,2016.It decreases by 28.46 %** from previous week. Wheat has been exported at an average price of 354.94 per tonne. major chunk has been exported from Mundra port. major buyers were UAE,Malaysia and Sri Lanka.As there is no parity for exporters ,export volume would remain at negligible level in coming weeks too.

**Unchanged import duty structure would force south Indian millers to source wheat** from central and north India to some extent. However, weak global market due to ample availability in Black Sea Region, US, Australia, France, Canada and Argentina has encouraged south Indian millers to continue import despite 25% import duty.

**All India average wheat price recovers once again and increased by 1.62 percent toRs 1801.05 per qtl.** during the week ended 23rd July-2016..Wheat average price was ruling at Rs 1772.26 per qtl in the second week of July. Arrival continues to decrease and private buyers remain active above Rs 1700-Rs1725 per qtl..All India average price is higher by 7.71 % in comparison to price (Rs 1672.11 per qtl.) registered in the third week of July, 2015.

### International Market Update:

**Ukraine is offering wheat at \$160 per tonne for wheat having 12.5 percent protein content.**However,French wheat export price increased by 4.5 % to \$ 186 per tonne.Crop condition has worsened in France and production may decrease by 17 percent to 34 MMT this year.Fear of lower crop size has lent support to French wheat export price.Besides,production in Ukraine and EU is likely to decrease by 8.34 and 2.19 percent to 25 and 156.5MMT respectively.

**The U.S. Department of Agriculture earlier this month estimated 2016 global wheat production** at about 983 million tons, compared with consumption of 729.3 million tons. Because of increased use of wheat as livestock feed worldwide, however, the glut of wheat is being slowly diminished. With total use rising faster than supplies, world ending stocks are lowered 4.1 million tons to 253.7 million, but remain record large.

**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.

**Domestic market Outlook:** Wheat cash market is likely to trade stable to weak in the short term.

Wheat Futures Contact: NCDEX Price							Date:27.07.2016		
Contract Month	Ch from previous day	Open	High	Low	Close	Vol.	Ch. From previous day	OI	Ch. From previous day
16-Aug	-5.00	1725.00	1729.00	1721.00	1724.00	650	430	30610	-910
16-Sep	-7.00	1750.00	1754.00	1745.00	1748.00	140	100	4580	140
16-Oct	-12.00	1783.00	1783.00	1772.00	1772.00	30	-	670	-

Spread	Aug-16	Sep-16	Oct-16	
Spot Narella				
16-Aug	50			
16-Sep		26		
16-Oct			27	

Stocks	Demat	In- Process	Total	FED
	26.July.16	26.July.16	26.July.16	25.July.16
Delhi	911	0	911	911
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	15056	0	15056	15056
Rajkot	-	-	-	-

### Wheat Daily Prices and Arrivals on 27.07.2016

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			27-Jul-16	26-Jul-16	
Delhi	Lawrence Road	Mill Delivery	1765	1765	Unch
	Narella	Mill Quality Loose	Closed	1675	-
	Nazafgarh	Mill Quality Loose	Closed	1675	-
Gujarat	Rajkot	Mill Delivery	1760	1735	25
	Ahmedabad	Mill Delivery	1885	1880	5
	Surat	Mill Delivery	1915	1915	Unch
	Dhrol	Mill Quality Loose	1880	2195	-315
M.P.	Indore	Mill Delivery	1750	1750	Unch
	Bhopal	Mill Quality Loose	1725	1700	25
Rajasthan	Kota	Mill Quality Loose	1670	1660	10
		Mill Delivery	1750	1750	Unch
U.P.	Kanpur	Mill Delivery	1760	1760	Unch
	Mathura	Mill Quality Loose	1615	1610	5
	Kosi	Mill Quality Loose	1600	1610	-10
	Hathras	Mill Quality Loose	1615	1560	55
	Aligarh	Mill Quality Loose	1620	1600	20
Punjab	Khanna	Mill Quality Loose	1610	1610	Unch
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1660	1662	-2
	Hodal	Mill Delivery	1730	1770	-40
	Bhiwani	Mill Quality Loose	1670	1680	-10
	Karnal	Mill Delivery	1660	1660	Unch
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	2050	2050	Unch
	Madurai	Mill Quality	2107	2107	Unch
	Coimbatore	Mill Quality	2107	2107	Unch
Bihar	Khagariya	Mill Delivery	1750	1725	25
	Muzaffarpur	Mill Delivery	1750	1760	-10

FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NR	NR	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NR	NR	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			27-Jul-16	26-Jul-16	
Gujarat	Rajkot	Lokwan	2000	2025	-25
M.P.	Indore	Lokwan	2100	2100	Unch
	Bhopal	Lokwan	1800	1825	-25
	Bina	Sarbati 306	Closed	2300	-
Rajasthan	Kota	LokwanBilty	NA	NA	-
	Baran	Lokwan	1800	1850	-50

Wheat Arrivals in Key Centers:					
Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			27-Jul-16	26-Jul-16	
Delhi	Lawrence Road	Mill Delivery	3500	4000	-500
	Narella	Mill Quality Loose	Closed	200	-
	Nazafgarh	Mill Quality Loose	Closed	200	-
Gujarat	Rajkot	Mill Quality Loose	1000	700	300
	Dhrol	Mill Quality Loose	31	28	3
M.P.	Indore	Mill Quality Loose	1000	1000	Unch
Rajasthan	Kota	Mill Quality	1000	3000	-2000
U.P.	Kanpur	Mill Quality Loose	NA	8600	-
	Mathura	Mill Quality Loose	300	150	150
	Kosi	Mill Quality Loose	400	500	-100
	Hathras	Mill Quality Loose	NA	NA	-
	Aligarh	Mill Quality Loose	300	250	50
Punjab	Khanna	Mill Quality Loose	300	300	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	100	100	Unch
	Hodal	Mill Quality Loose	50	50	Unch
	Bhiwani	Mill Quality Loose	200	500	-300
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi			27-Jul-16	26-Jul-16	Change
Atta (50kg) Ordinary			975	975	Unch
Maida Grade 1 (50KG)			1315	1315	Unch
Suji (50kg)			1365	1365	Unch
Chokar (50 kg)			704	704	Unch

Chokar (34 kg)	478	478	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: 26.7.2016					
Contract Month	Open	High	Low	Close	Change
<b>Sep-16</b>	427.50	429.25	414.00	415.00	<b>-14.00</b>
<b>Dec-16</b>	454.25	456.25	441.25	442.00	<b>-14.25</b>
<b>Mar-17</b>	480.50	482.75	468.50	469.25	<b>-14.25</b>
<b>May-17</b>	495.00	495.00	481.25	482.25	<b>-13.50</b>
<b>Jul-17</b>	499.00	501.75	489.25	489.25	<b>-13.50</b>
<b>Sep-17</b>	509.75	512.00	501.50	501.50	<b>-13.00</b>

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