

### Wheat Domestic Fundamentals:

**Wheat import continues and a fourth consignment of 16414.11 thousand T landed on Tuticorin** during week ended 31<sup>st</sup>, July-2016. Wheat has been sourced from Ukraine at an average CiF of 192.08. This year in July total import registered over 50,000 tonne in last three weeks from one country-Ukraine. Import is likely to continue as wheat price in Black sea region has decreased to \$158 per tonne.

**India exported 157.11 tonne wheat during week ended 31st, July, 2016. It decreases** considerably from 450 T.. Wheat has been exported at an average price of 460.03 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.

**All India average wheat price decreased slightly by 0.42 percent to Rs 1792.16 per qtl.** during the week ended 30<sup>th</sup> July-2016.. Wheat average price was ruling at Rs 1799.72 per qtl in the fourth week of July. Arrival continues to decrease and private buyers remain active above Rs 1700-Rs 1715 per qtl. All India average price is higher by 7.82 % in comparison to price (Rs 1662.24 per qtl.) registered in the fourth week of July, 2015. Overall trend in cash market is expected to remain steady to slightly firm as demand for wheat products is likely to increase just ahead of festive season.

**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 Rs 19000 per tonne. So, import is likely to continue.

**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.

**Rake loading from Rajasthan to Bangalore is being reported at 2075 per qtl.** As demand continues, prices in domestic market is likely to trade stable to slightly firm despite import and release from central pool stock through various channels.

### International Market Update:

**As per USDA, U.S wheat exports at 0.549 MMT (for the period 15th July- 21st July, 2016)** were up 53 percent from the previous week and 25 percent from the prior 4-week average. The primary destinations were Japan (178,200 MT), Chile (92,200 MT), Brazil 59,900 MT), Taiwan (56,800 MT), Peru (49,500 MT), Thailand (27,000 MT), and Mexico (25,700 MT).

**France is expecting low yields due to heavy rain and lack of sunshine in spring** which may lead to decrease in French wheat exports especially to overseas milling-wheat markets. Apanamax bulk vessel is expected to arrive at Dunkirk in the mid of August from Romania carrying a quantity of around 55000-60000 MT. France usually takes smaller quantity of Romanian wheat such as 17500 MT in 2014/15 season and it seldom imports large quantities in June-July marketing season.

**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 156.5 MMT respectively.

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

Wheat Futures Contact: NCDEX Price							Date: 03.08.2016		
Contract Month	Ch from previous day	Open	High	Low	Close	Vol.	Ch. From previous day	OI	Ch. From previous day
16-Aug	0.00	1723.00	1725.00	1717.00	1723.00	1830	-620	22480	-1470
16-Sep	0.00	1744.00	1749.00	1744.00	1746.00	770	-10	840	270
16-Oct	1.00	1769.00	1769.00	1769.00	1769.00	20	-150	840	0

Spread	Aug-16	Sep-16	Oct-16	
Spot Narela				
16-Aug				
16-Sep				
16-Oct				

Narela remains closed

Stocks	Demat	In- Process	Total	FED
	02.Aug.16	02.Aug.16	02.Aug.16	01.Aug.16
Delhi	911	0	911	911
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	15056	0	15056	15056
Rajkot	-	-	-	-

### Wheat Daily Prices and Arrivals on 03.08.2016

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			3-Aug-16	2-Aug-16	
Delhi	Lawrence Road	Mill Delivery	1770	1760	10
	Narella	Mill Quality Loose	Closed	1650	-
	Nazafgarh	Mill Quality Loose	Closed	1670	-
Gujarat	Rajkot	Mill Delivery	1700	1710	-10
	Ahmedabad	Mill Delivery	1860	1860	Unch
	Surat	Mill Delivery	1900	1890	10
	Dhrol	Mill Quality Loose	2020	1925	95
M.P.	Indore	Mill Delivery	1740	Closed	-
	Bhopal	Mill Quality Loose	1700	Closed	-
Rajasthan	Kota	Mill Quality Loose	1650	Closed	-
		Mill Delivery	1750	Closed	-
U.P.	Kanpur	Mill Delivery	NR	NR	-
	Mathura	Mill Quality Loose	1600	1600	Unch
	Kosi	Mill Quality Loose	1600	1600	Unch
	Hathras	Mill Quality Loose	1630	1615	15
	Aligarh	Mill Quality Loose	1600	1580	20
Punjab	Khanna	Mill Quality Loose	1630	1630	Unch
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1650	1650	Unch
	Hodal	Mill Delivery	1740	1740	Unch
	Bhiwani	Mill Quality Loose	1660	1660	Unch
	Karnal	Mill Delivery	1660	1660	Unch
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	2050	Closed	-
	Madurai	Mill Quality	2107	Closed	-
	Coimbatore	Mill Quality	2107	Closed	-
Bihar	Khagariya	Mill Delivery	1725	1750	-25
	Muzaffarpur	Mill Delivery	1730	1735	-5

<b>FOR</b>	Kandla (Rajasthan-Rajkot)	Mill Quality	NR	NR	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NR	NR	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			3-Aug-16	2-Aug-16	
<b>Gujarat</b>	Rajkot	Lokwan	2000	2000	Unch
<b>M.P.</b>	Indore	Lokwan	2200	Closed	-
	Bhopal	Lokwan	1800	Closed	-
	Bina	Sarbati 306	Closed	Closed	-
<b>Rajasthan</b>	Kota	LokwanBilty	1800	Closed	-
	Baran	Lokwan	1825	1800	25

Wheat Arrivals in Key Centers:					
Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			3-Aug-16	2-Aug-16	
<b>Delhi</b>	Lawrence Road	Mill Delivery	4000	3000	1000
	Narella	Mill Quality Loose	Closed	100	-
	Nazafgarh	Mill Quality Loose	Closed	100	-
<b>Gujarat</b>	Rajkot	Mill Quality Loose	700	800	-100
	Dhrol	Mill Quality Loose	23	24	-1
<b>M.P.</b>	Indore	Mill Quality Loose	700	Closed	-
<b>Rajasthan</b>	Kota	Mill Quality	3000	Closed	-
<b>U.P.</b>	Kanpur	Mill Quality Loose	NR	NR	-
	Mathura	Mill Quality Loose	250	300	-50
	Kosi	Mill Quality Loose	300	400	-100
	Hathras	Mill Quality Loose	60	200	-140
	Aligarh	Mill Quality Loose	300	200	100
<b>Punjab</b>	Khanna	Mill Quality Loose	200	200	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
<b>Haryana</b>	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	100	50	50
	Bhiwani	Mill Quality Loose	600	600	Unch
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi			3-Aug-16	2-Aug-16	Change
Atta (50kg) Ordinary			925	925	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: 02.8.2016					
Contract Month	Open	High	Low	Close	Change
<b>Sep-16</b>	406.00	410.50	399.25	401.25	<b>-4.75</b>
<b>Dec-16</b>	431.75	437.00	426.50	428.00	<b>-5.00</b>
<b>Mar-17</b>	458.00	462.25	452.50	454.50	<b>-4.00</b>
<b>May-17</b>	472.00	475.75	467.00	468.75	<b>-3.25</b>
<b>Jul-17</b>	479.00	483.00	474.75	476.25	<b>-3.50</b>
<b>Sep-17</b>	491.00	494.50	487.00	489.00	<b>-2.50</b>

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