

Wheat Domestic Fundamentals:

Wheat cash market is likely to trade stable to slightly weak due to restricted buying from physical market by millers due to bad weather and option available to source wheat from central pool stock through auction. By August end firmness is likely as usual as fresh demand starts. Overall outlook in the short term seems stable to weak.

All India average wheat price continues to recover and increased by 0.62 percent to Rs 1798.99 per qtl. during the week ended 6th Aug-2016..Wheat average price was ruling at Rs 1787.84 per qtl in the fourth week of July. Arrival continues to decrease and private buyers remain active above Rs 1710-Rs1725 per qtl..All India average price is higher by 6.59 % in comparison to price (Rs 1687.82 per qtl.) registered in the first week of August, 2015. Overall trend in cash market is expected to remain steady to slightly firm as demand for wheat products is likely to increase ahead of festive season.

India exported 577 tonne wheat during week ended 6th,August-2016 from Mundra and Cochin port.Major buyers were Qatar, UAE, Thailand and UK.. Wheat has been exported at an average FoB of \$294.40 per tonne., .Wheat export increased by 267 percent last week from 257.11 to 577 tonne. As parity is not in favor of Indian exporters, export volume would remain negligible in coming weeks.

India imported 30,100.04 tonne wheat from Australia in the week ended 6th August-2016. The average CiF price has been registered at \$224.46 per tonne. Before this four shipments at Cochin port were reported in July from Ukraine having 11,000, 18495.57,5000 & 16414.11 tonne in four weeks of July -2016.Average price for these consignment was registered at \$191.94 per tonne.Total 50910 tonne was imported in July. August started with 30100.04 tonne import.

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.

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:

IGC has revised wheat production projection up by 6MMT from729 to7235MMT in 28th,July-2016 for crop year2016-17. According to IGC global wheat production for 2016-17may touch 735 MMT against 729 forecast for 2015-16. The difference is around 6 MMT from previous estimate. Higher projection for wheat may pressurize global wheat market at current level and any major recovery from current level is unlikely.

Ukraine is offering wheat at \$158 per tonnefor wheat having 12.5 percent proteincontent. However, French wheat export price increased by 4.5 % to \$ 187.5 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.

Till mid July Agri experts in France were vere optimistic over record wheat production of around 35 to 37 MMT. However, weather turned rough and a vast wheat field was affected badly by heavy rains and flooding. Harvesting had commenced in good weather conditions in the third week of July. After flooding and heavy crop loss experts have reduced crop size to 29 MMT now, almost 21 % lower than mid July estimate. Before this in May and June stormy condition had affected yield estimation to some extent. If wet condition continues milling grade wheat may turn to feed grade wheat.

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

Wheat Futures Contact: NCDEX Price							Date:11.08.2016		
Contract Month	Ch from previous day	Open	High	Low	Close	Vol.	Ch. From previous day	OI	Ch. From previous day
16-Aug	1	1685.00	1697.00	1674.00	1690.00	2380	-5530	6330	-2300
16-Sep	-1	1712.00	1718.00	1703.00	1715.00	2130	-5230	19,400	-4460
16-Oct	1	1737.00	1741.00	1731.00	1741.00	190	-170	1560	100

Spread	Aug-16	Sep-16	Oct-16	
Spot Narela				
16-Aug	10			
16-Sep		25		
16-Oct			26	

Stocks	Demat	In- Process	Total	FED
	10.Aug.16	10.Aug.16	10.Aug.16	08.Aug.16
Delhi	831	0	831	911
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	14806	0	14806	15056
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 11.08.2016

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			11-Aug-16	10-Aug-16	
Delhi	Lawrence Road	Mill Delivery	1795	1785	10
	Narella	Mill Quality Loose	1680	Closed	-
	Nazafgarh	Mill Quality Loose	1710	Closed	-
Gujarat	Rajkot	Mill Delivery	1700	1700	Unch
	Ahmedabad	Mill Delivery	1875	1880	-5
	Surat	Mill Delivery	1900	1900	Unch
	Dhrol	Mill Quality Loose	1965	1865	100
M.P.	Indore	Mill Delivery	1750	1750	Unch
	Bhopal	Mill Quality Loose	1725	1700	25
Rajasthan	Kota	Mill Quality Loose	1660	1660	Unch
		Mill Delivery	1750	1740	10
U.P.	Kanpur	Mill Delivery	1735	1735	Unch
	Mathura	Mill Quality Loose	1615	1615	Unch
	Kosi	Mill Quality Loose	1640	1625	15
	Hathras	Mill Quality Loose	1635	1635	Unch
	Aligarh	Mill Quality Loose	1640	NA	-
Punjab	Khanna	Mill Quality Loose	1620	1625	-5
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1650	1653	-3
	Hodal	Mill Delivery	1755	1755	Unch
	Bhiwani	Mill Quality Loose	1675	1670	5
	Karnal	Mill Delivery	1645	1645	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	1750	Unch
	Muzaffarpur	Mill Delivery	1725	1725	Unch

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

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			11-Aug-16	10-Aug-16	
Gujarat	Rajkot	Lokwan	2000	2000	Unch
M.P.	Indore	Lokwan	2100	2100	Unch
	Bhopal	Lokwan	1825	1800	25
	Bina	Sarbati 306	2200	Closed	-
Rajasthan	Kota	LokwanBilty	1850	1850	Unch
	Baran	Lokwan	1775	1800	-25

Wheat Arrivals in Key Centers:					
Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			11-Aug-16	10-Aug-16	
Delhi	Lawrence Road	Mill Delivery	6000	5000	1000
	Narella	Mill Quality Loose	200	Closed	-
	Nazafgarh	Mill Quality Loose	200	Closed	-
Gujarat	Rajkot	Mill Quality Loose	800	600	200
	Dhrol	Mill Quality Loose	40	43	-3
M.P.	Indore	Mill Quality Loose	1500	1500	Unch
Rajasthan	Kota	Mill Quality	2000	1000	1000
U.P.	Kanpur	Mill Quality Loose	NR	NR	-
	Mathura	Mill Quality Loose	100	150	-50
	Kosi	Mill Quality Loose	250	500	-250
	Hathras	Mill Quality Loose	30	12	18
	Aligarh	Mill Quality Loose	400	NA	-
Punjab	Khanna	Mill Quality Loose	300	300	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	50	50	Unch
	Bhiwani	Mill Quality Loose	500	700	-200
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi			11-Aug-16	10-Aug-16	Change
Atta (50kg) Ordinary			925	925	Unch
Maida Grade 1 (50KG)			1315	1315	Unch
Suji (50kg)			1365	1365	Unch
Chokar (50 kg)			724	724	Unch

Chokar (34 kg)	501	501	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: 10.8.2016					
Contract Month	Open	High	Low	Close	Change
Sep-16	416.50	427.50	414.50	421.75	4.75
Dec-16	436.25	445.75	434.25	441.50	4.75
Mar-17	458.00	466.50	456.75	462.75	3.50
May-17	471.75	478.00	469.50	474.50	2.75
Jul-17	476.50	484.25	475.75	480.50	1.50
Sep-17	491.00	497.50	490.75	495.50	2.00

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.