

Wheat Domestic Fundamentals:

Wheat cash market traded mixed on Saturday. However, it is likely to move up from current level as millers are not able to get wheat from last year crop from central pool stock. FCI is releasing stock from 2014-15 crop and millers have expressed concern over its quality and are turning to cash market. It may lend support to cash market fundamental despite release through auction. Overall outlook remains stable to firm.

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-Rs 1725 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 managed to export total 20,000 tonne wheat in current MY till 6th Aug-2016.

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, 18,495.57, 5,000 & 16,414.11 tonne in four weeks of July -2016. Average price for these consignment was registered at \$191.94 per tonne. Total 50,910 tonne was imported in July. August started with 30,100.04 tonne import. Total import has crossed 80,000 T in current MY.

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 6 MMT from 729 to 735 MMT in 28th July-2016 for crop year 2016-17. According to IGC global wheat production for 2016-17 may 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 tonne for wheat having 12.5 percent protein content. However, French wheat export price increased by 4.5 % to \$ 187.5 per tonne.

Till mid July Agri experts in France were very 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 firm in the near term.

Wheat Futures Contact: NCDEX Price							Date: 12.08.2016		
Contract Month	Ch from previous day	Open	High	Low	Close	Vol.	Ch. From previous day	OI	Ch. From previous day
16-Aug	22	1688.00	1718.00	1703.00	1710.00	110	-2530	2170	-4310
16-Sep	8	1714.00	1725.00	1712.00	1722.00	1570	-430	19,740	260
16-Oct	14	1734.00	1750.00	1745.00	1748.00	220	70	1640	100

Spread	Aug-16	Sep-16	Oct-16	
Spot Narela				
16-Aug	30			
16-Sep		22		
16-Oct			26	

Stocks	Demat	In- Process	Total	FED
	12.Aug.16	12.Aug.16	12.Aug.16	08.Aug.16
Delhi	352	0	352	911
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	13772	0	13772	15056
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 13.08.2016

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			13-Aug-16	12-Aug-16	
Delhi	Lawrence Road	Mill Delivery	1800	1795	5
	Narella	Mill Quality Loose	1690	1680	10
	Nazafgarh	Mill Quality Loose	1700	1710	-10
Gujarat	Rajkot	Mill Delivery	1700	1700	Unch
	Ahmedabad	Mill Delivery	1875	1875	Unch
	Surat	Mill Delivery	1900	1900	Unch
	Dhrol	Mill Quality Loose	1955	1830	125
M.P.	Indore	Mill Delivery	1750	1750	Unch
	Bhopal	Mill Quality Loose	1725	1725	Unch
Rajasthan	Kota	Mill Quality Loose	1680	1650	30
		Mill Delivery	1740	1740	Unch
U.P.	Kanpur	Mill Delivery	NR	1745	-
	Mathura	Mill Quality Loose	1615	1620	-5
	Kosi	Mill Quality Loose	1635	1635	Unch
	Hathras	Mill Quality Loose	1635	1635	Unch
	Aligarh	Mill Quality Loose	1600	1640	-40
Punjab	Khanna	Mill Quality Loose	1630	1610	20
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1650	1650	Unch
	Hodal	Mill Delivery	1805	1755	50
	Bhiwani	Mill Quality Loose	1670	1675	-5
	Karnal	Mill Delivery	1650	1645	5
	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	1700	1700	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
			13-Aug-16	12-Aug-16	
Gujarat	Rajkot	Lokwan	2000	2000	Unch
M.P.	Indore	Lokwan	2200	2100	100
	Bhopal	Lokwan	1800	1800	Unch
	Bina	Sarbati 306	NR	NR	-
Rajasthan	Kota	LokwanBilty	1850	1850	Unch
	Baran	Lokwan	1800	1800	Unch

Wheat Arrivals in Key Centers:					
Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			13-Aug-16	12-Aug-16	
Delhi	Lawrence Road	Mill Delivery	5000	5000	Unch
	Narella	Mill Quality Loose	200	150	50
	Nazafgarh	Mill Quality Loose	100	100	Unch
Gujarat	Rajkot	Mill Quality Loose	500	700	-200
	Dhrol	Mill Quality Loose	21	25	-4
M.P.	Indore	Mill Quality Loose	700	1500	-800
Rajasthan	Kota	Mill Quality	5000	1000	4000
U.P.	Kanpur	Mill Quality Loose	NR	9400	-
	Mathura	Mill Quality Loose	300	100	200
	Kosi	Mill Quality Loose	400	400	Unch
	Hathras	Mill Quality Loose	NA	30	-
	Aligarh	Mill Quality Loose	100	300	-200
Punjab	Khanna	Mill Quality Loose	300	300	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	200	100	100
	Hodal	Mill Quality Loose	50	50	Unch
	Bhiwani	Mill Quality Loose	200	150	50
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi			13-Aug-16	12-Aug-16	Change
Atta (50kg) Ordinary			935	925	10
Maida Grade 1 (50KG)			1330	1315	15
Suji (50kg)			1365	1365	Unch
Chokar (50 kg)			724	724	Unch

Chokar (34 kg)	501	501	Unch
Chakki Atta (50kg)	1010	1000	10
Chakki Atta (50kg) Special	1085	1075	10
Chakki Atta (90kg) Superfine	1952	1942	10
Chakki Atta (50kg) Superfine	1070	1060	10

Wheat (CBOT) Future Price: 12.8.2016					
Contract Month	Open	High	Low	Close	Change
Sep-16	416.0	423.3	406.0	422.5	6.3
Dec-16	435.5	440.5	425.3	440.0	3.0
Mar-17	460.0	462.8	448.0	462.0	1.8
May-17	471.5	475.0	461.0	475.0	2.0
Jul-17	478.0	482.5	468.3	482.0	2.5
Sep-17	491.0	496.5	485.0	496.5	2.8

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