

Wheat Domestic Fundamentals:

As per the latest update, in order to keep the rising prices of wheat in check the government has decided to double the quantity from 7000 tonnes to 14000 tonnes to be sold in open market through auction in Delhi. Recently the government released one million tonnes of wheat for flour millers and other bulk users. Around 29000 tonnes of wheat has been sold by FCI in the first week of November in Delhi and its neighboring areas. Government is also expecting increase in flow of imported wheat due to reduced import duty from 25 to 10 percent, which would be enough for meeting the requirements of market and private sector.

All India weekly average prices increased by 1.33 percent to Rs. 1977.26 per quintal during the week ended 23rd November 2016. Wheat average price were ruling at Rs 1951.33 per quintal during 09-15th November 2016. As compared to prices in the week 16-23rd November 2015, the prices are firm by 13.85 percent. Prices are expected to remain range bound to slightly firm in coming days.

India imported around 138944 tonne wheat from Australia, Ukraine and France last week till 13th Nov-2016 at an average CIF of \$228 per tonne. Around 47848 tonne has been imported from Australia at an average CIF of \$245.67 per tonne, 90096 tonnes of Ukraine wheat at an average CIF of \$192.39 per tonne and a small quantity of 1000 tonnes has arrived from France at an average CIF of \$223.22 per tonne.

According to latest update, export of wheat has increased compared to last week. In the week (07-13 November) the exports were around 1700.95 metric tonnes compared to 38.52 metric tonnes in the week 31 October-06 November. The said quantity was exported at an average FOB of \$ 360.64 per tonne and the major destinations were Sri Lanka, Mauritius, Nepal and UAE. Total export till 13th Nov-2016 since 4th April was registered around 28125 tonne. Export window remained restricted due to disparity.

The government has decided to increase the minimum support price of wheat by Rs 100 per quintal to Rs 1625 per quintal for 2016-17. The hike is around 6.6 percent higher compared to last year and 5.2 percent higher compared to 2015.

Rake loading from Kota region of Rajasthan to South India is being reported at Rs 2100/2110 per qtl. despite smooth flow of imported wheat from various destination. Agriwatch expects steady to slightly weak tone to continue as cash crunch may affect normal trade.

International Market Update:

Algeria state grains agency OAIC has bought around 580000 tonnes of milling wheat in a tender. The prices paid were in the range of \$201 to \$201.50 per tonne (Cost and Freight). The quantity to be shipped is due in January. The origin of wheat that is to be supplied is at seller's option

As per the latest update by United States Agriculture department regarding the condition of winter wheat around 49 percent is in good condition compared to 41 percent last year. Only 7 percent is in poor condition. Around 94 percent of winter wheat has been planted of which around 84 percent has already emerged.

The state grains agency of Tunisia has purchased around 100000 tonnes of soft milling wheat in a tender which closed on Friday. The soft wheat has been purchased in four lots of 25000 tonnes each from Bunge at \$192.74 a tonne (Cost and Freight). The said quantity has to be shipped between 25th December'16 and 25th January'17.

According to Ukrainian official statistics, wheat stocks are down by 16 percent to 14.48 MMT as on 1st October'16 compared to 17.18 MMT for tons for the same date last year. Wheat stocks are down on account of higher exports in the current season. In the months (July-September) of 2016/17 wheat exports were 13 percent (6.18 MMT) higher compared to the same period for 2015/16.

Outlook: Cash market is expected to trade steady to slightly weak in the near term

Wheat Futures Contract: NCDEX Price							Date:22.11.2016		
Contract Month	Ch. from previous day	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
16-Dec	-84	2127	2127	2034	2034	3400	1,410	10520	-610
17-Jan	-64	2159	2159	2084	2084	1880	830	2400	390
17-Feb	-63	2091	2091	2038	2038	200	130	440	-120

Spread	Dec-16	Jan-17	Feb-17	
Spot Narela				
16-Dec	-84			
17-Jan		-50		
17-Feb			46	

Stocks	Demat	In- Process	Total	FED
	21.Nov.16	21.Nov.16	21.Nov.16	21.Nov.16
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	5441	1064	6505	5442
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 22.11.2016

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			22-Nov-16	21-Nov-16	
Delhi	Lawrence Road	Mill Delivery	2100	2200	-100
	Narella	Mill Quality Loose	1950	2200	-250
	Nazafgarh	Mill Quality Loose	2100	2100	Unch
Gujarat	Rajkot	Mill Delivery	NA	NA	-
	Ahmedabad	Mill Delivery	2180	2150	30
	Surat	Mill Delivery	2200	2170	30
	Dhrol	Mill Quality Loose	NR	NR	-
M.P.	Indore	Mill Delivery	2000	2000	Unch
	Bhopal	Mill Quality Loose	2000	2000	Unch
Rajasthan	Kota	Mill Quality Loose	1925	1925	Unch
		Mill Delivery	2050	2050	Unch
U.P.	Kanpur	Mill Delivery	1915	1900	15
	Mathura	Mill Quality Loose	Closed	Closed	-
	Kosi	Mill Quality Loose	2100	2100	Unch
	Hathras	Mill Quality Loose	NR	1905	-
	Aligarh	Mill Quality Loose	Closed	1960	-
Punjab	Khanna	Mill Quality Loose	1975	1970	5

	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	2000	2000	Unch
	Hodal	Mill Delivery	2240	2200	40
	Bhiwani	Mill Quality Loose	2300	2100	200
	Karnal	Mill Delivery	NR	NR	-
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	2350	2350	Unch
	Madurai	Mill Quality	2407	2407	Unch
	Coimbatore	Mill Quality	2407	2407	Unch
Bihar	Khagariya	Mill Delivery	2050	2050	Unch
	Muzaffarpur	Mill Delivery	1950	1950	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NR	NR	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NR	NR	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			22-Nov-16	21-Nov-16	
Gujarat	Rajkot	Lokwan	NA	NA	-
M.P.	Indore	Lokwan	2300	2300	Unch
	Bhopal	Lokwan	2250	2250	Unch
	Bina	Sarbati 306	Closed	Closed	-
Rajasthan	Kota	Lokwan Bilty	2200	2200	Unch
	Baran	Lokwan	NR	2100	-

Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			22-Nov-16	21-Nov-16	
Delhi	Lawrence Road	Mill Delivery	5000	2500	2500
	Narella	Mill Quality Loose	300	400	-100
	Nazafgarh	Mill Quality Loose	30	50	-20
Gujarat	Rajkot	Mill Quality Loose	NA	NA	-
	Dhrol	Mill Quality Loose	NR	NR	-
M.P.	Indore	Mill Quality Loose	500	700	-200
Rajasthan	Kota	Mill Quality	3000	3000	Unch
U.P.	Kanpur	Mill Quality Loose	2500	2250	250
	Mathura	Mill Quality Loose	Closed	Closed	-
	Kosi	Mill Quality Loose	400	500	-100
	Hathras	Mill Quality Loose	NR	60	-
	Aligarh	Mill Quality Loose	Closed	150	-
Punjab	Khanna	Mill Quality Loose	300	500	-200
	(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	150	200	-50
	Karnal	Mill Delivery	NR	NR	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi		22-Nov-16	21-Nov-16	Change
Atta (50kg) Ordinary		1190	1190	Unch
Maida Grade 1 (50KG)		1510	1510	Unch
Suji (50kg)		1560	1560	Unch
Chokar (50 kg)		919	919	Unch
Chokar (34 kg)		630	630	Unch
Chakki Atta (50kg)		1220	1220	Unch
Chakki Atta (50kg) Special		1250	1250	Unch
Chakki Atta (90kg) Superfine		1978	1978	Unch
Chakki Atta (50kg) Superfine		1080	1080	Unch

Wheat (CBOT) Future Price: 21.11.2016					
Contract Month	Open	High	Low	Close	Change
Dec-16	409.00	412.00	404.50	410.25	2.25
Mar-17	425.75	429.75	421.25	427.00	1.75
May-17	439.50	443.50	436.00	440.50	1.50
Jul-17	453.00	457.50	450.75	454.75	1.00
Sep-17	469.75	472.25	466.25	469.25	0.75
Dec-17	490.00	490.50	485.25	487.75	0.50

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