

**Wheat Domestic Fundamentals:**

**All India weekly average prices increased by 1.48 percent to Rs. 1979.74 per quintal** during the week ended 08th March 2017. Wheat average price were ruling at Rs 1950.91 per quintal during 24-28 February 2017. As compared to prices in the week 01-08 March 2016, the prices are firm by 17.80 percent. Prices are expected to remain range bound to slightly weak in coming days.

**Last tender for the Rabi marketing year 2016-17 will be released tomorrow** as procurement is likely to start in Madhya Pradesh, Gujarat and Rajasthan from 15th March. As per market sources, in MY 2016-17 around 44.91 lakh tonnes of wheat until first week of March.

**Recent light rains and cooling temperature in day in major wheat growing belts** are considered to be beneficial to the standing wheat crop, especially for Eastern UP and Bihar where wheat crop is passing through grain filling stages. If light rains occur in mid March once again, it would keep day temperature down and it would boost normal yield. However, if rains occur with hailstorm, it may affect crop at harvesting stages and at grain filling stages. It would be a price driving factor in coming weeks. As of now everything seems normal.

**As per latest update, India is likely to import 25% import duty** in order to restrict imports and provide favorable grounds for the upcoming crop. In the current MY 2016-17, more than 4 MMT of wheat has already been imported. Government has made it compulsory for wheat shipments to be fumigated in the exporter's country. India is expecting a good crop this year and government has set a procurement target of 33 MMT higher by 10% compared to last year.

**As per latest update, wheat stock in central pool as on 1st Feb'17 stood at 11.52 MMT** down by 16.16% compared to last month. This is the lowest quantity recorded in the last ten years. For the year 2016-17, FCI has sold around 43.31 lakh tonnes of wheat until third week of February. Of this total quantity around 36.80 lakh tonnes has been purchased by private trade and the remaining quantity by state governments. As per second advance estimate for 2016-17 wheat production is likely to be around 96.6 MMT and the procurement target has been fixed at 33 MMT higher by ten percent compared to last year.

**Government has fixed wheat procurement target at 33MMT for 2017-18.** Of the total target around 11.5 MMT will be procured from Punjab, 8.5 MMT from Madhya Pradesh, 7.5 MMT from Haryana, 3MMT from Uttar Pradesh and 1.7 MMT from Rajasthan. Government target procurement for MY 2016-17 was 30.5 MMT against which it procured only 22.96 MMT. Wheat production target is kept at 96.5 MMT for 2016-17.

**Wheat WPI has decreased slightly from 251.7 in December'16 to 250.3 in January-2017.** Monthly wheat inflation has decreased by 0.55 percent in January-17 compared to December-16. As compared to January-16, wheat WPI has increased by around 9.49% and by 5.54% compared to January-2015.

**According to latest update, area sown until 03 February'17 is 317.81 lakh hectares** compared to 297.25 lakh hectares in the previous Rabi season. Among various states the area is down in Jammu & Kashmir and Karnataka, whereas Punjab, Haryana and Uttar Pradesh have seen an increase in area compared to last year for the same date. The normal area is 304.05 lakh hectares. Area is expected to be higher this year as government has increased MSP of wheat which has motivated farmers to sow more area.

**International Market Update:**

**As per latest update, Egypt will pay 555-575 Egyptian pounds (\$31.36 to \$32.49) per ardeb (150 Kg) to local farmers.** The procurement season has also been extended to run from April 15 to July 15 and Egypt is likely to buy 4.5 million tonnes from local farmers. In 2016, Egypt paid 420 Egyptian pounds per ardeb.

**As per latest update, ABARES has increased its export forecast to 22.8 MMT** which is around four lakh tonnes higher compared to last estimate released in December. Sowing in Australia will start from next month and ABARES has forecasted that sowing is likely to fall by 1.1% to 12.92 million hectares. Furthermore yields are also expected to return to trend levels after reaching exceptional level in 2016-17.

**As per latest update, USDA has estimated a production of 1.837 billion bushels** for 2017 down by around 20 percent from last year. The area planted for wheat has decreased to 46 million acres down by around 8 percent compared to last year. Furthermore yield in 2017 is likely to be same as yield in 2013, which would be slightly above five year average at 47.1 bushels per acre.

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

Wheat Futures Contract: NCDEX Price								Date:10.03.2017	
Contract Month	Ch. from previous day	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
17-Mar	-15	1650	1679	1640	1645	1590	+1,530	1720	-880
17-Apr	+1	1646	1650	1637	1645	1160	+800	3920	-60
17-May	+5	1658	1671	1658	1670	270	+210	2660	+70

Spread	Mar-17	Apr-17	May-17	
Spot Narela				
17-Mar	-205			
17-Apr		0		
17-May			25	

Stocks	Demat	In- Process	Total	FED
	9.Mar.17	9.Mar.17	9.Mar.17	6.Mar.17
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	2038	0	2038	2334
Rajkot	-	-	-	-

## Wheat Daily Prices and Arrivals on 10.03.2017

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			10-Mar-17	9-Mar-17	
Delhi	Lawrence Road	Mill Delivery	1980	2000	-20
	Narella	Mill Quality Loose	1850	1800	50
	Nazafgarh	Mill Quality Loose	1875	1825	50
Gujarat	Rajkot	Mill Delivery	1540	1555	-15
	Ahmedabad	Mill Delivery	1690	1690	Unch
	Surat	Mill Delivery	1720	1725	-5
	Dhrol	Mill Quality Loose	1735	1760	-25
M.P.	Indore	Mill Delivery	1625	1625	Unch
	Bhopal	Mill Quality Loose	1600	1600	Unch
Rajasthan	Kota	Mill Quality Loose	1650	1650	Unch
		Mill Delivery	1730	1730	Unch
U.P.	Kanpur	Mill Delivery	1860	1885	-25
	Mathura	Mill Quality Loose	Closed	Closed	-
	Kosi	Mill Quality Loose	1850	1790	60
	Hathras	Mill Quality Loose	1735	1750	-15
	Aligarh	Mill Quality Loose	1750	1710	40
Punjab	Khanna	Mill Quality Loose	1635	1620	15
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1800	1750	50

	Hodal	Mill Delivery	1850	1850	Unch
	Bhiwani	Mill Quality Loose	1820	1800	20
	Karnal	Mill Delivery	NR	NR	-
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	2100	2100	Unch
	Madurai	Mill Quality	2157	2157	Unch
	Coimbatore	Mill Quality	2157	2157	Unch
Bihar	Khagariya	Mill Delivery	1750	1750	Unch
	Muzaffarpur	Mill Delivery	1800	1800	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NR	NR	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NR	NR	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			10-Mar-17	9-Mar-17	
Gujarat	Rajkot	Lokwan	1700	1700	Unch
M.P.	Indore	Lokwan	1900	1900	Unch
	Bhopal	Lokwan	1750	1750	Unch
	Bina	Sarbati 306	2200	2200	Unch
Rajasthan	Kota	Lokwan Bilty	1800	1800	Unch
	Baran	Lokwan	1800	1800	Unch

## Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			10-Mar-17	9-Mar-17	
Delhi	Lawrence Road	Mill Delivery	1500	1500	Unch
	Narella	Mill Quality Loose	125	150	-25
	Nazafgarh	Mill Quality Loose	100	50	50
Gujarat	Rajkot	Mill Quality Loose	4000	4000	Unch
	Dhrol	Mill Quality Loose	23	42	-19
M.P.	Indore	Mill Quality Loose	3000	3000	Unch
Rajasthan	Kota	Mill Quality	3000	4000	-1000
U.P.	Kanpur	Mill Quality Loose	2500	3000	-500
	Mathura	Mill Quality Loose	Closed	Closed	-
	Kosi	Mill Quality Loose	250	400	-150
	Hathras	Mill Quality Loose	200	500	-300
	Aligarh	Mill Quality Loose	300	150	150
Punjab	Khanna	Mill Quality Loose	800	800	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	100	200	<b>-100</b>
	Karnal	Mill Delivery	NR	NR	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	10-Mar-17	9-Mar-17	Change
Atta (50kg) Ordinary	1060	1060	Unch
Maida Grade 1 (50KG)	1415	1415	Unch
Suji (50kg)	1515	1515	Unch
Chokar (50 kg)	779	779	Unch
Chokar (34 kg)	531	531	Unch
Chakki Atta (50kg)	1185	1185	Unch
Chakki Atta (50kg) Special	1185	1185	Unch
Chakki Atta (90kg) Superfine	1943	1943	Unch
Chakki Atta (50kg) Superfine	1045	1045	Unch

Wheat (CBOT) Future Price: 9.03.2017					
Contract Month	Open	High	Low	Close	Change
<b>17-Mar</b>	432.00	432.50	425.00	426.00	<b>-1.50</b>
<b>17-May</b>	448.25	450.75	442.25	444.00	<b>-3.00</b>
<b>17-Jul</b>	463.75	466.25	457.75	459.75	<b>-3.00</b>
<b>17-Sep</b>	478.00	480.75	473.00	474.75	<b>-3.00</b>
<b>17-Dec</b>	495.50	498.00	490.75	492.50	<b>-3.00</b>
<b>18-Mar</b>	508.25	511.50	504.00	505.75	<b>-3.00</b>

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