

Wheat Domestic Fundamentals:

All India weekly average prices decreased by 2.24 percent to Rs. 1811.13 per quintal during the week ended 15th April 2017. Wheat average price were ruling at Rs 1852.57 per quintal during 01-08 April 2017. As compared to prices in the week 09-15 April 2016, the prices are firm by 4.83 percent. Prices are expected to remain range bound to slightly weak in coming days.

As per latest update, until 16th April around 37.15 lakh tonnes have arrived in Haryana. Traders and five government agencies have purchased 3000 tonnes and 37.12 lakh tonnes of wheat. Of the total quantity procured by government agencies around 9.36 lakh tonnes has been procured by food, civil supplies and consumer affairs department, 12.54 lakh tonnes by HAFED, 4.25 lakh tonnes by FCI, 3.09 lakh tonnes by Haryana Agro Industries corporation and 7.58 lakh tonnes by Haryana warehousing corporation. Highest arrivals were recorded in Kaithal (4.71 lakh tonnes) and Karnal (4.61 lakh tonnes) districts.

Government agencies have started procurement since 15th March'17. Until 12th April'17 government has procured around 39 lakh tonnes of wheat compared to 36 lakh tonnes during the same period last year. Of the total quantity procured, around 21 lakh tonnes has been procured from Madhya Pradesh, 14.9 lakh tonnes from Haryana, 2.5 lakh tonnes from Punjab, 50000 tonnes from Rajasthan and 11883 tonnes from Uttar Pradesh. In Rabi marketing season 2017-18 government has set procurement target of 33 MMT.

As per latest circular released by NCDEX transaction charges on list A commodities has been increased and they will be in effect from 17th April'17. List A commodities include Wheat, Guar seed, Guar gum, Soybean, coriander, sugar, etc. Furthermore castor seed will also be moved from list B to list A from 17th April. Transaction charges for list B and C commodities shall be charged at a flat rate of Rs 2 per lakh of trade and Rs 0.10 per lakh of trade respectively.

Indian flour millers have purchased around 150000 tonnes of Australian wheat with protein content of 9 percent for May shipment. The said quantity was purchased at \$220-221 per tonne including cost and freight. India has imposed 10 percent import duty but even after that Australian wheat is cheaper for mills in south India.

Government has imposed 10 percent import duty on 28th March'17. However this was not able to cease flow of imports and millers are still importing wheat. As per latest update millers have purchased 150000 tonnes of Australian wheat for May shipment. Agriwatch recommends duty of 25 percent to halt imports completely.

As per market sources wheat stock in central pool as on 16th March'17 is 8.57 MMT, which is lowest in last ten years. Due to lower production in the last two years government has to increase its release in OMSS to keep the prices under control which led to lower stocks. Last marketing season government was able to procure only 22.9 MMT. As good crop is expected this year, Government has kept a target of 33 MMT in current marketing season.

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:

Russian wheat export prices remained flat as rouble increased by 1.6 percent against dollar. Black sea prices for Russian wheat with a protein content of 12.5% for April delivery settled at \$188 per tonne FoB. The price for May delivery was quoted at \$187 per tonne. Russia has exported 22.6 MMT of wheat between 1st July'16 and 13th April'17.

As per latest update, around 89 percent of soft wheat is in good or excellent condition compared to 90 percent a week earlier. Warm and dry weather has helped sowing of spring crops however it has raised concern about low moisture levels.

As per latest update, Japan's ministry of agriculture bought 126405 MMT of food quality wheat from United States, Australia and Canada. Around 68095 MMT has been bought from United States with minimum protein content of 14 percent to be loaded between May 21-June 20, 24190 MMT has been bought from Canada with minimum protein content of 13.5 percent to be loaded between June 21- July 20 and 34120 MMT from west Australia to be loaded between June 1-June 20.

As per latest update, china has sold 607500 tonnes of wheat for average price of 2508 yuan (\$363.39) per tonne at an auction of state reserves on Tuesday. The quantity sold represents around 23.05 percent of 2635266 tonnes of wheat available at auction.

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

Wheat Futures Contract: NCDEX Price								Date:17.04.2017	
Contract Month	Ch. from previous day	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
17-Apr	-12	1625	1625	1610	1613	80	-60	450	0
17-May	-15	1658	1659	1640	1642	1970	-1,130	11170	60
17-June	-16	1690	1692	1670	1671	2190	700	7230	1,600

Spread	Apr-17	May-17	Jun-17	
Spot Narela				
17-Apr	-37			
17-May		29		
17-Jun			29	

Stocks	Demat	In- Process	Total	FED
	15.Apr.17	15.Apr.17	15.Apr.17	10.Apr.17
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	3525	150	3675	2525
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 17.04.2017

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			17-Apr-17	15-Apr-17	
Delhi	Lawrence Road	Mill Delivery	1740	1740	Unch
	Narella	Mill Quality Loose	1650	1660	-10
	Nazafgarh	Mill Quality Loose	1615	1625	-10
Gujarat	Rajkot	Mill Delivery	1535	1530	5
	Ahmedabad	Mill Delivery	1680	1690	-10
	Surat	Mill Delivery	1720	1720	Unch
	Dhrol	Mill Quality Loose	1855	1710	145
M.P.	Indore	Mill Delivery	1600	1600	Unch
	Bhopal	Mill Quality Loose	1600	1600	Unch
Rajasthan	Kota	Mill Quality Loose	1510	Closed	-
		Mill Delivery	1625	Closed	-
U.P.	Kanpur	Mill Delivery	NR	NR	-
	Mathura	Mill Quality Loose	1540	1550	-10
	Kosi	Mill Quality Loose	1540	1540	Unch
	Hathras	Mill Quality Loose	1600	1590	10
	Aligarh	Mill Quality Loose	1540	1575	-35
Punjab	Khanna	Mill Quality Loose	1630	1620	10
	Ludhiana (Jagraon)	Mill Delivery	1730	1735	-5

Haryana	Sirsa	Mill Delivery loose	1625	1625	Unch
	Hodal	Mill Delivery	1700	1700	Unch
	Bhiwani	Mill Quality Loose	1625	1625	Unch
	Karnal	Mill Delivery	1700	1700	Unch
	Panipat	Mill Quality Loose	1625	1625	Unch
Tamil Nadu	Chennai	Mill Quality	2000	Closed	-
	Madurai	Mill Quality	2057	Closed	-
	Coimbatore	Mill Quality	2057	Closed	-
Bihar	Khagariya	Mill Delivery	1600	1600	Unch
	Muzaffarpur	Mill Delivery	1600	1580	20
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NR	NR	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NR	NR	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			17-Apr-17	15-Apr-17	
Gujarat	Rajkot	Lokwan	1750	1750	Unch
M.P.	Indore	Lokwan	1900	1900	Unch
	Bhopal	Lokwan	1650	1700	-50
	Bina	Sarbati 306	2200	2200	Unch
Rajasthan	Kota	Lokwan Bilty	1750	Closed	-
	Baran	Lokwan	1750	1750	Unch

Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			17-Apr-17	15-Apr-17	
Delhi	Lawrence Road	Mill Delivery	7000	8000	-1000
	Narella	Mill Quality Loose	12000	10000	2000
	Nazafgarh	Mill Quality Loose	4000	3000	1000
Gujarat	Rajkot	Mill Quality Loose	9000	9000	Unch
	Dhrol	Mill Quality Loose	204	225	-21
M.P.	Indore	Mill Quality Loose	2000	2000	Unch
Rajasthan	Kota	Mill Quality	50000	Closed	-
U.P.	Kanpur	Mill Quality Loose	NR	NR	-
	Mathura	Mill Quality Loose	10000	9000	1000
	Kosi	Mill Quality Loose	15000	15000	Unch
	Hathras	Mill Quality Loose	450	450	Unch
	Aligarh	Mill Quality Loose	4000	5000	-1000
Punjab	Khanna	Mill Quality Loose	80000	80000	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	50000	20000	30000
Haryana	Sirsa	Mill Quality Loose	30000	20000	10000



	Hodal	Mill Quality Loose	20000	50000	-30000
	Bhiwani	Mill Quality Loose	14000	25000	-11000
	Karnal	Mill Delivery	NA	55000	-
	Panipat	Mill Quality Loose	13140	10430	2710

Wheat Products Delhi	17-Apr-17	15-Apr-17	Change
Atta (50kg) Ordinary	960	960	Unch
Maida Grade 1 (50KG)	1390	1390	Unch
Suji (50kg)	1465	1465	Unch
Chokar (50 kg)	814	814	Unch
Chokar (34 kg)	519	519	Unch
Chakki Atta (50kg)	1160	1160	Unch
Chakki Atta (50kg) Special	1160	1160	Unch
Chakki Atta (90kg) Superfine	1918	1918	Unch
Chakki Atta (50kg) Superfine	1080	1080	Unch

Wheat (CBOT) Future Price:13.04.2017					
Contract Month	Open	High	Low	Close	Change
17-May	432.50	436.00	428.75	429.75	-3.50
17-Jul	445.75	448.75	442.25	442.75	-3.50
17-Sep	459.00	462.25	455.25	455.75	-4.00
17-Dec	480.50	483.00	476.25	476.75	-3.50
18-Mar	499.00	499.25	493.25	493.75	-2.75
18-May	509.25	509.25	505.25	505.50	-1.75

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