

### Wheat Domestic Fundamentals:

**As per latest update, traders in India have signed deals in the last few weeks to buy around 300000 tonnes of Ukrainian wheat with a protein content of 11.5% for September-October delivery.** Importers have paid \$210-217 per tonne cost and freight. More deals like these can be signed in the near future but as of now things have slowed down. India is likely to import 2-3 million tonnes of wheat in 2017-18.

**Government has offered 1104050 tonnes of wheat in OMSS for the month of June out of which only 115000 tonnes was sold.** In the month of July only 32850 tonnes was sold against a total quantity of 3561562 tonnes offered in the first three tenders. Off take is low this year due to ample availability in the market.

**All India average monthly prices for wheat increased by 3.89 percent from Rs 1715.75 (in June) to Rs 1782.49 per qtl in July-2017.** Average price (July) is lower by 0.03 percent compared to price (Rs 1782.99 per qtl.) registered in July-2016. Demand from south Indian millers is weak and government has no intention of increasing import duty as of now. With the beginning of festive season prices may get some support and are likely to move from steady to firm.

**As per IMD, since the beginning of south-west monsoon the rains have been well distributed all over India except few areas in the south.** The cumulative rainfall until Sunday in the country has been around 102 percent of the LPA and it is expected to be 99% of LPA in August which has 29 percent share in the overall monsoon rains. Until 28th July around 75 percent of Kharif sowing is done and because of normal rainfall this year better crop can be expected under normal conditions.

**As per latest update, India has exported 41.15 thousand tonnes of wheat in the month of May'17 compared to 31.07 thousand tonnes in previous month.** On import front India has imported 33 thousand tonnes of wheat in the month of May'17 compared to 185.17 thousand tonnes in the previous month. India is likely to import 3-4 million tonnes of wheat whereas exports are likely to be low as prices in India are ruling at higher side compared to other countries.

**As per third advance estimate for 2016-17 wheat production is likely to be around 97.4 MMT** which is higher compared to second advance estimate of 96.6 MMT issued in February 2017. Grain quality is better this year compared to last year and there are no issues relating to higher moisture and pest. This year overall acreage is higher by around 4.5% over normal acreage of 304.05 lakh hectares.

**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:

**France has harvested around 91 percent of its soft wheat crop until 31st July** compared to 85 percent a week ago. FranceAgriMer has estimated that median date for soft wheat harvest is still 11 days earlier than the average of past five years.

**As per latest update, Japan's ministry of agriculture bought 132925 MMT of food quality wheat from United States, Australia and Canada.** Around 50080 MMT with minimum protein content of 14 percent has been bought from United States to be loaded between September 21 - October 20, 49665 MMT has been bought from Canada with minimum protein content of 13.5 percent to be loaded between September 21 - October 20 and 33180 MMT of standard white has been bought from west Australia to be loaded between October 1-October 31.

**As on 28th July Russia has harvested 31.7 million tonnes of wheat compared to 33.0 million tonnes a year ago for the same date.** Around 7.2 million hectares of area has been harvested with an average yield of 4.44 tonnes per hectare compared to 8.1 million hectares with an average yield of 4.09 tonnes per hectare a year ago for same date.

**As per latest update by USDA around 31% of spring wheat** is in good or excellent condition compared to 68% a year ago. Further around 88% of winter wheat has been harvested compared to 84% a week ago.

**Wheat prices in Russia have shown upward movement in the last two weeks mainly due to increased demand from Egypt and delay in harvesting.** Wheat with 12.5% protein content was offered for \$193-196 per tonne FoB at Novorossiysk port compared to \$192-194 a week ago for the same port.

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

Wheat Futures Contract: NCDEX Price								Date:04.08.2017	
Contract Month	Ch. from previous day	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
17-Aug	+3	1644	1648	1644	1647	300	-1,210	12920	-190
17-Sep	+1	1668	1669	1666	1669	400	-1,420	9160	180
17-Oct	0	1692	1692	1692	1692	-	-	-	-

Spread	Aug-17	Sep-17	Oct-17	
Spot Narela				
17-Aug	-38			
17-Sep		22		
17-Oct			23	

Stocks	Demat	In- Process	Total	FED
	04.Aug.17	04.Aug.17	04.Aug.17	31.Jul.17
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	15207	0	15207	15207
Rajkot	-	-	-	-

### Wheat Daily Prices and Arrivals on 5.08.2017

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			5-Aug-17	4-Aug-17	
Delhi	Lawrence Road	Mill Delivery	1770	1765	5
	Narella	Mill Quality Loose	1690	1685	5
	Nazafgarh	Mill Quality Loose	1672	1675	-3
Gujarat	Rajkot	Mill Delivery	1600	1600	Unch
	Ahmedabad	Mill Delivery	1755	1750	5
	Surat	Mill Delivery	1790	1790	Unch
	Dhrol	Mill Quality Loose	1635	1675	-40
M.P.	Indore	Mill Delivery	1650	1650	Unch
	Bhopal	Mill Quality Loose	1630	1630	Unch
Rajasthan	Kota	Mill Quality Loose	1570	1570	Unch
		Mill Delivery	1660	1660	Unch
U.P.	Kanpur	Mill Delivery	1735	1725	10
	Mathura	Mill Quality Loose	Closed	Closed	-
	Kosi	Mill Quality Loose	1580	1580	Unch
	Hathras	Mill Quality Loose	1565	1560	5
	Aligarh	Mill Quality Loose	1600	1600	Unch
Punjab	Khanna	Mill Quality Loose	1650	1650	Unch
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1690	1700	-10
	Hodal	Mill Delivery	1760	1760	Unch

	Bhiwani	Mill Quality Loose	1660	1650	10
	Karnal	Mill Delivery	1665	1655	10
	Panipat	Mill Quality Loose	1625	1625	Unch
Tamil Nadu	Chennai	Mill Quality	1950	1950	Unch
	Madurai	Mill Quality	2007	2007	Unch
	Coimbatore	Mill Quality	2007	2007	Unch
Bihar	Khagariya	Mill Delivery	1650	1650	Unch
	Muzaffarpur	Mill Delivery	1600	1600	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NR	NR	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NR	NR	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			5-Aug-17	4-Aug-17	
Gujarat	Rajkot	Lokwan	1800	1800	Unch
M.P.	Indore	Lokwan	2000	2000	Unch
	Bhopal	Lokwan	1700	1700	Unch
	Bina	Sarbati 306	NR	NR	-
Rajasthan	Kota	Lokwan Bilty	1800	1800	Unch
	Baran	Lokwan	1670	1675	-5

### Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			5-Aug-17	4-Aug-17	
Delhi	Lawrence Road	Mill Delivery	10000	9000	1000
	Narella	Mill Quality Loose	500	600	-100
	Nazafgarh	Mill Quality Loose	300	300	Unch
Gujarat	Rajkot	Mill Quality Loose	700	1000	-300
	Dhrol	Mill Quality Loose	36	385	-349
M.P.	Indore	Mill Quality Loose	1000	1000	Unch
Rajasthan	Kota	Mill Quality	4000	4000	Unch
U.P.	Kanpur	Mill Quality Loose	1500	1760	-260
	Mathura	Mill Quality Loose	Closed	Closed	-
	Kosi	Mill Quality Loose	1000	1000	Unch
	Hathras	Mill Quality Loose	50	NA	-
	Aligarh	Mill Quality Loose	500	700	-200
Punjab	Khanna	Mill Quality Loose	700	700	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	125	100	25
	Hodal	Mill Quality Loose	50	50	Unch
	Bhiwani	Mill Quality Loose	200	200	Unch

	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	5-Aug-17	4-Aug-17	Change
Atta (50kg) Ordinary	960	960	Unch
Maida Grade 1 (50KG)	1315	1315	Unch
Suji (50kg)	1390	1390	Unch
Chokar (50 kg)	699	699	Unch
Chokar (34 kg)	499	499	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	1010	1010	Unch

Wheat (CBOT) Future Price:04.08.2017					
Contract Month	Open	High	Low	Close	Change
17-Sep	457.75	461.50	453.50	454.75	-3.00
17-Dec	485.50	488.50	481.25	482.50	-2.50
18-Mar	506.75	509.50	502.25	503.75	-2.75
18-May	520.50	523.25	516.25	517.75	-2.75
18-Jul	529.50	532.25	525.00	526.25	-3.25
18-Sep	544.50	544.50	538.25	539.25	-3.25

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