

Wheat Domestic Fundamentals:

All India weekly average prices increased by 2.75 percent to Rs. 1921.87 per quintal during the week ended 30th September 2017. Wheat average price were ruling at Rs 1870.47 per quintal during 16-23 September 2017. As compared to prices in the week 24-30 September 2016, the prices are firm by 8.66 percent. Prices are expected to remain steady to weak in coming days.

India has received 841.3 mm of actual rainfall against 887.5 mm of normal rainfall in 2017 monsoon. In 2017 monsoon season deficient rainfall were recorded in Punjab, Haryana, Chandigarh, Delhi, Uttar Pradesh, East Madhya Pradesh and Vidharba. All other remaining regions received normal or excess rainfall. Excess rainfall was recorded in west Rajasthan, Saurashtra & kutch, Rayalseema, Tamil Nadu and Pondicherry.

FCI has offered a total of 15177552 tonnes of wheat through E-Auction since June until third tender in September. Sales through E-Auction of wheat are at lower side this year due to high domestic production and imports. In the month of June 115000 tonnes was sold against offered quantity of 1104050 tonnes, 34400 tonnes was sold in July against offered quantity of 4934602 tonnes, 43550 tonnes was sold in August against offered quantity of 5770100 tonnes and 16350 tonnes has been sold in three tenders of September against offered quantity of 3368800.

The demand for Indian wheat in the international market is low. Export window remains restricted due to huge disparity. Other countries like Australia, Russia and Ukraine are able to provide wheat at lower quotes compared to India. In the month of July, India exported 11.65 thousand tonnes of wheat compared to 10.54 in the previous month. India has exported 99.91 thousand tonnes of wheat since April'17 until July'17.

FCI will sell a total quantity 1090550 tonnes of wheat in different states through e-auction on 05th October at a reserve price of Rs 1790 per quintal. Of the total quantity in OMSS, highest quantity of 320000 tonnes in Maharashtra followed by 279700 tonnes in Haryana, 140750 tonnes in Punjab, 100000 tonnes in M.P, 60000 tonnes in West Bengal, 45000 tonnes in Odhisa, 32500 tonnes in Tamil Nadu, 20000 tonnes in Rajasthan, 19300 tonnes in Karnataka, 16000 tonnes in Delhi, 11600 tonnes in Kerala, 10000 tonnes in Gujarat, 7000 tonnes in J&K, 5500 tonnes in Chandigarh, 5000 tonnes in Uttar Pradesh, 4700 tonnes in Uttarakhand, 2500 tonnes in Pondicherry, 2000 tonnes in Bihar, 2000 tonnes in Andhra Pradesh, 1500 tonnes in Himachal Pradesh, 1000 tonnes in Jharkhand and 1000 tonnes in Goa.

As per fourth advance estimate for 2016-17 wheat production is likely to be around 98.8 MMT which is higher compared to third advance estimate of 97.4 MMT. The total food grain production has been pegged at 275.68 MMT compared to 251.57 MMT in final estimate of 2015-16.

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:

Algeria state grains agency OAIC has bought around 480000 tonnes of milling wheat in a tender that closed on Thursday. The prices paid were in the range of \$211.00 - \$212.00 per tonne (Cost and Freight). The quantity to be shipped is due in December. Major part of the quantity is likely to be sourced from France.

As per U.S. department of Agriculture, on 02nd October around 36% of winter wheat has been planted compared to 41% a year ago. Production for 2017-18 is expected to be 47.33 MMT compared to 62.85 MMT last year.

Russian milling wheat prices with 12.5% protein content increased by around \$4-5 per tonne compared to last week. Prices have strengthened compared to last week as farmers are holding on to their stocks. Farmer selling is expected to be moderate in coming week. As per traders prices have already touched their lowest level. Russia is expected to produce 80-82 MMT of wheat this year compared to 72 MMT last year. As of now Russian milling wheat with 12.5% protein content at Novorossiysk port is being quoted at FoB \$190-194/tonne whereas milling wheat with 11.5% protein content is being quoted at FoB \$180-185/tonne.

China has imported a total of 277000 tonnes of wheat in the month of August. Of the total quantity imported in the month of August 109270 tonnes has been imported from USA, 97286 tonnes has been imported from Australia, 62318 tonnes has been imported from Canada and 8126 tonnes has been imported from Kazakhstan.

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

Wheat Futures Contract: NCDEX Price								Date:03.10.2017	
Contract Month	Ch. from previous day	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
17-Oct	+2	1618	1622	1614	1620	900	-1,310	8490	-370
17-Nov	-1	1639	1645	1639	1642	610	-910	5860	370
17-Dec	-	-	-	-	-	-	-	-	-

Spread	Oct-17	Nov-17	Dec-17	
Spot Narela				
17-Oct	-45			
17-Nov		22		
17-Dec			-	

Stocks	Demat	In- Process	Total	FED
	29.Sep.17	29.Sep.17	29.Sep.17	29.Sep.17
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	12756	0	12756	12757
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 3.10.2017

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			3-Oct-17	29-Sep-17	
Delhi	Lawrence Road	Mill Delivery	1760	1765	-5
	Narella	Mill Quality Loose	1665	1670	-5
	Nazafgarh	Mill Quality Loose	1665	1665	Unch
Gujarat	Rajkot	Mill Delivery	1550	1560	-10
	Ahmedabad	Mill Delivery	1710	1720	-10
	Surat	Mill Delivery	1750	1760	-10
	Dhrol	Mill Quality Loose	1575	1580	-5
M.P.	Indore	Mill Delivery	1650	1650	Unch
	Bhopal	Mill Quality Loose	1625	Closed	-
Rajasthan	Kota	Mill Quality Loose	1530	1530	Unch
		Mill Delivery	1620	1620	Unch
U.P.	Kanpur	Mill Delivery	1710	Closed	-
	Mathura	Mill Quality Loose	1585	1585	Unch
	Kosi	Mill Quality Loose	1600	1590	10
	Hathras	Mill Quality Loose	1590	1580	10
	Aligarh	Mill Quality Loose	1580	1580	Unch
Punjab	Khanna	Mill Quality Loose	1660	Closed	-
	Ludhiana (Jagraon)	Mill Delivery	NA	Closed	-
Haryana	Sirsa	Mill Delivery loose	1690	1690	Unch
	Hodal	Mill Delivery	1740	1750	-10

	Bhiwani	Mill Quality Loose	1700	1680	20
	Karnal	Mill Delivery	NA	1675	-
	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	1600	Closed	-
	Muzaffarpur	Mill Delivery	1620	Closed	-
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NR	NR	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NR	NR	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			3-Oct-17	29-Sep-17	
Gujarat	Rajkot	Lokwan	1800	1750	50
M.P.	Indore	Lokwan	1900	2000	-100
	Bhopal	Lokwan	1675	Closed	-
	Bina	Sarbati 306	NR	Closed	-
Rajasthan	Kota	LokwanBilty	1650	1700	-50
	Baran	Lokwan	NR	Closed	-

Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			3-Oct-17	29-Sep-17	
Delhi	Lawrence Road	Mill Delivery	12000	10000	2000
	Narella	Mill Quality Loose	500	500	Unch
	Nazafgarh	Mill Quality Loose	200	200	Unch
Gujarat	Rajkot	Mill Quality Loose	600	400	200
	Dhrol	Mill Quality Loose	115	15	100
M.P.	Indore	Mill Quality Loose	500	2000	-1500
Rajasthan	Kota	Mill Quality	4000	2500	1500
U.P.	Kanpur	Mill Quality Loose	800	Closed	-
	Mathura	Mill Quality Loose	800	400	400
	Kosi	Mill Quality Loose	1300	500	800
	Hathras	Mill Quality Loose	200	NA	-
	Aligarh	Mill Quality Loose	350	500	-150
Punjab	Khanna	Mill Quality Loose	300	Closed	-
	(Ludhiana)Jagraon	Mill Quality Loose	NA	Closed	-
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	20	20	Unch
	Bhiwani	Mill Quality Loose	300	200	100

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

Wheat Products Delhi	3-Oct-17	29-Sep-17	Change
Atta (50kg) Ordinary	940	940	Unch
Maida Grade 1 (50KG)	1125	1125	Unch
Suji (50kg)	1185	1185	Unch
Chokar (50 kg)	744	744	Unch
Chokar (34 kg)	498	498	Unch
Chakki Atta (50kg)	975	975	Unch
Chakki Atta (50kg) Special	975	975	Unch
Chakki Atta (90kg) Superfine	NA	NA	-
Chakki Atta (50kg) Superfine	1065	1065	Unch

Wheat (CBOT) Future Price:3.10.2017					
Contract Month	Open	High	Low	Close	Change
17-Dec	446.50	448.50	439.50	444.75	-3.50
18-Mar	465.25	467.00	458.25	463.25	-3.25
18-May	478.25	480.00	471.50	476.50	-2.75
18-Jul	489.75	491.00	483.50	489.00	-1.75
18-Sep	505.25	506.25	499.25	504.50	-1.50
18-Dec	523.00	523.75	518.00	523.25	-1.25

Disclaimer: The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php> © 2017 Indian Agribusiness Systems Pvt Ltd.