

Wheat Domestic Fundamentals:

As per market sources, shipment of around 15000 tonnes dispatched from Kandla port have reached Nimroz via chabahar port. A total quantity of 1.1 million tonnes of wheat will be shipped as India's gift to Afghanistan.

All India weekly average prices decreased by 2.57 percent to Rs. 1890.9 per quintal during the week ended 08th November 2017. Wheat average price were ruling at Rs 1940.83 per quintal during 24-31 October 2017. As compared to prices in the week 01-08 November 2016, the prices are weak by 5.76 percent. Prices are expected to remain steady to firm in coming days.

According to latest update, area sown until 09th November'17 is 27.39 lakh hectares compared to 25.72 lakh hectares in the previous Rabi season. The normal area is 306.09 lakh hectares. Farmers are motivated as government has doubled import duty to 20 percent and increased MSP of wheat by Rs 110 per quintal.

As per trade sources, Import quotes for wheat from various origins to Tuticorin port witnessed firm tone today. As of now Tuticorin port price for APW is Rs 2060-70 per quintal, ASW is Rs 1990-2000 per quintal and Russian/Ukrainian wheat at Rs 1790-1810 per quintal. Import quotes have become firm as government has increased import duty from 10 percent to 20 percent.

There is a rumor in the market that government may not procure wheat at MSP of Rs 1735 per quintal in the upcoming marketing year 2018-19. Government may come up with a new strategy of giving price difference directly in the account of the farmers.

Government of Punjab has decided to give seed subsidy directly in the bank accounts of farmers for this season. Farmers can get subsidized seed from registered/certified agencies of government and semi-government institutions. As per Chief Agriculture Officer Dr Gurditta Singh Sidhu, Bhatinda has set a target of selling around 1030 tonne of wheat seed.

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.

International Market Update:

GASC has purchased 120000 tonnes of Russian wheat through tender. ADM offered 60000 tonnes of Russian wheat at FoB \$196.50 per tonne and Union offered 60000 tonnes of Russian wheat at FoB \$196.50 per tonne.

Russian milling wheat prices with 12.5% protein content decreased by around \$0-1 per tonne compared to last week. Prices have become weak due to new Australian wheat crop that is providing tight competition to Russian wheat. Russia is expected to produce 85-90 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 \$183-187/tonne.

As per latest update, Japan's ministry of agriculture bought 132390 MMT of food quality wheat from United States, Canada and Australia. Around 57995 MMT has been bought from United States to be loaded between December 21 and January 20, 24025 MMT of standard white wheat has been bought from west Australia to be loaded between January 01 and January 31 and 50370 MMT with minimum protein content of 13.5 percent has been bought from Canada to be loaded between December 21 and January 20.

As on 07th November Russia has harvested 88.0 million tonnes of wheat compared to 75.8 million tonnes a year ago for the same date. Around 27.3 million hectares of area has been harvested with an average yield of 3.22 tonnes per hectare compared to 27.2 million hectares with an average yield of 2.79 tonnes per hectare a year ago for same date. Russia has harvested record crop this year.

As per latest update, china has sold 150353 tonnes of wheat for average price of 2497 yuan (\$377.04) per tonne at an auction of state reserves. The quantity sold represents around 7.47 percent of 2010903 tonnes of wheat available at auction.

As per latest update, Ukraine has sown around 5.9 million hectares of wheat compared to 5.7 million hectares last year during the same time period. Winter wheat accounts for 95 percent of Ukraine's total area for wheat. Ukraine produced around 26.6 million tonnes of wheat in 2017.

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

Wheat Futures Contract: NCDEX Price								Date:13.11.2017	
Contract Month	Ch. from previous day	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
17-Nov	-27	1700	1700	1667	1674	1730	-1,020	2640	-870
17-Dec	-24	1748	1748	1722	1723	2960	-840	10590	1,020
18-Jan	-23	1788	1779	1765	1765	40	-20	160	40

Spread	Nov-17	Dec-17	Jan-18	
Spot Narela				
17-Nov	-71			
17-Dec		49		
18-Jan			42	

Stocks	Demat	In- Process	Total	FED
	11.Nov.17	11.Nov.17	11.Nov.17	6.Nov.17
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	6548	497	7045	3204
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 13.11.2017

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			13-Nov-17	11-Nov-17	
Delhi	Lawrence Road	Mill Delivery	1850	1875	-25
	Narella	Mill Quality Loose	1745	1745	Unch
	Nazafgarh	Mill Quality Loose	NR	Closed	-
Gujarat	Rajkot	Mill Delivery	1610	1600	10
	Ahmedabad	Mill Delivery	1760	1740	20
	Surat	Mill Delivery	1800	1790	10
	Dhrol	Mill Quality Loose	NR	1740	-
M.P.	Indore	Mill Delivery	1650	1625	25
	Bhopal	Mill Quality Loose	1625	1620	5
Rajasthan	Kota	Mill Quality Loose	1560	1575	-15
		Mill Delivery	1645	1660	-15
U.P.	Kanpur	Mill Delivery	1735	1755	-20
	Mathura	Mill Quality Loose	1655	1640	15
	Kosi	Mill Quality Loose	1660	1665	-5
	Hathras	Mill Quality Loose	1690	1690	Unch
	Aligarh	Mill Quality Loose	1630	1630	Unch
Punjab	Khanna	Mill Quality Loose	1695	1695	Unch
	Ludhiana (Jagraon)	Mill Delivery	NR	NA	-
Haryana	Sirsa	Mill Delivery loose	1735	1735	Unch

	Hodal	Mill Delivery	1825	1825	Unch
	Bhiwani	Mill Quality Loose	1700	1750	-50
	Karnal	Mill Delivery	1720	1720	Unch
	Panipat	Mill Quality Loose	1625	1625	Unch
Tamil Nadu	Chennai	Mill Quality	2025	2050	-25
	Madurai	Mill Quality	2082	2107	-25
	Coimbatore	Mill Quality	2082	2107	-25
Bihar	Khagariya	Mill Delivery	1650	1650	Unch
	Muzaffarpur	Mill Delivery	1615	1610	5
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NR	NR	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NR	NR	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			13-Nov-17	11-Nov-17	
Gujarat	Rajkot	Lokwan	1850	1800	50
M.P.	Indore	Lokwan	1900	1900	Unch
	Bhopal	Lokwan	1700	1700	Unch
	Bina	Sarbat 306	2350	2350	Unch
Rajasthan	Kota	LokwanBilty	1785	1800	-15
	Baran	Lokwan	1675	1675	Unch

Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			13-Nov-17	11-Nov-17	
Delhi	Lawrence Road	Mill Delivery	6000	6000	Unch
	Narella	Mill Quality Loose	600	600	Unch
	Nazafgarh	Mill Quality Loose	NR	Closed	-
Gujarat	Rajkot	Mill Quality Loose	900	800	100
	Dhrol	Mill Quality Loose	NR	29	-
M.P.	Indore	Mill Quality Loose	2500	2000	500
Rajasthan	Kota	Mill Quality	5000	4000	1000
U.P.	Kanpur	Mill Quality Loose	1100	1140	-40
	Mathura	Mill Quality Loose	200	250	-50
	Kosi	Mill Quality Loose	300	300	Unch
	Hathras	Mill Quality Loose	100	100	Unch
	Aligarh	Mill Quality Loose	200	300	-100
Punjab	Khanna	Mill Quality Loose	300	300	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	NR	NA	-
Haryana	Sirsa	Mill Quality Loose	100	100	Unch
	Hodal	Mill Quality Loose	50	40	10

	Bhiwani	Mill Quality Loose	400	200	200
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	13-Nov-17	11-Nov-17	Change
Atta (50kg) Ordinary	1015	995	20
Maida Grade 1 (50KG)	1135	1125	10
Suji (50kg)	1190	1190	Unch
Chokar (50 kg)	744	744	Unch
Chokar (34 kg)	516	516	Unch
Chakki Atta (50kg)	1025	1030	-5
Chakki Atta (50kg) Special	1025	1030	-5
Chakki Atta (90kg) Superfine	NA	NA	-
Chakki Atta (50kg) Superfine	1100	1100	Unch

Wheat (CBOT) Future Price:10.11.2017					
Contract Month	Open	High	Low	Close	Change
17-Dec	429.50	434.25	426.75	431.50	2.50
18-Mar	446.00	450.25	443.25	449.00	4.00
18-May	456.50	461.25	454.25	460.00	4.00
18-Jul	469.75	474.25	467.25	473.00	4.00
18-Sep	484.50	489.00	481.75	488.00	4.25
18-Dec	503.00	507.50	500.25	507.00	4.75

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.