

**Wheat Domestic Fundamentals:**

**As per trade sources, Import quotes for wheat from various origins to Tuticorin port witnessed weak tone in the week.** As of now Tuticorin port price for APW is being quoted at Rs 2020-2030 per quintal due to lower stock in domestic market and no new contracts have been signed for importing this grade. ASW is Rs 1880 per quintal and Ukrainian wheat at Rs 1730-1740 per quintal. Ample availability in the market is keeping global wheat prices under pressure.

**All India average monthly prices for wheat decreased by 2.46 percent from Rs 1875.99 (in October) to Rs 1829.92 per qtl in November-2017.** Average price (November) is lower by 7.83 percent compared to price (Rs 1985.46 per qtl.) registered in November-2016. Government has increased MSP of wheat by Rs 110 per quintal to Rs 1735 per quintal. Furthermore government has also increased import duty in order to curb imports and provide support to domestic prices.

**FCI will offer a total quantity 941850 tonnes of wheat in different states through e-auction on 07th December at a reserve price of Rs 1790 per quintal.** Of the total quantity in OMSS, highest quantity of 309000 tonnes in Maharashtra followed by 197950 tonnes in Punjab, 115400 tonnes in M.P, 74200 tonnes in Haryana, 60000 tonnes in West Bengal, 50000 tonnes in Odhisa, 23900 tonnes in Tamil Nadu, 20000 tonnes in Rajasthan, 16000 tonnes in Delhi, 15000 tonnes in Uttar Pradesh, 13000 tonnes in Chandigarh, 9500 tonnes in Kerala, 9450 tonnes in Karnataka, 8750 tonnes in J&K, 6500 tonnes in Andhra Pradesh, 3500 tonnes in Assam, 2000 tonnes in Pondicherry, 2000 tonnes in Bihar, 1500 tonnes in Himachal Pradesh, 1500 tonnes in Chhattisgarh, 1500 tonnes in Gujarat, 700 tonnes in Jharkhand and 500 tonnes in Goa.

**According to latest update, area sown until 30<sup>th</sup> November'17 is 156.80 lakh hectares compared to 169.57 lakh hectares in the previous Rabi season.** The normal area is 301.74 lakh hectares. Progressive area was reported lower in Bihar, Punjab, Haryana, Rajasthan and Madhya Pradesh compared to 01st December'17.

**As on 09th November wheat stock in central pool stood at 238.50 lakh tonnes down by around 7.79 percent compared to last month.** Highest stock was with Punjab (66.95 lakh tonnes) followed by Madhya Pradesh (52.43 lakh tonnes), Haryana (50.89 lakh tonnes) and Uttar Pradesh (22.12 lakh tonnes). FCI is currently selling wheat through E-Auction at a reserve price of Rs. 1790 per quintal.

**As per market sources Glencore has loaded largest vessel in South Australia. The Adraina Rose has been loaded with 74000 tonnes of wheat and Barley.** The quantity loaded is a mixture of old as well as new crop and is destined for MENA region, South East Asia and Indian subcontinent.

**All India weekly average prices increased by 1.45 percent to Rs. 1856.01 per quintal during the week ended 30th November 2017.** Wheat average price were ruling at Rs 1829.45 per quintal during 16-23 November 2017. As compared to prices in the week 24-30 November 2016, the prices are weak by 8.11 percent. Prices are expected to remain steady to firm in coming days.

**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:**

**Russian milling wheat prices recovered by \$1-2 per tonne for deep-water ports like Novorossiysk and Odessa compared to last week.** Russia produced record crop of around 88 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, Odessa port and Azov port are being quoted at FoB \$191-193/tonne, FoB \$189-191/tonne and FoB \$154-158/tonne respectively.

**Government of Bangladesh has approved tender of 50000 tonnes of wheat with 12.5 percent protein content at CiF \$245.35 per tonne.** The wheat was sold by South Korean company Singsong Food Corporation. The said quantity is likely to be supplied from black sea region.

**Egypt, the largest importer of wheat in the world has about 3.4 MMT of wheat in its reserves which are sufficient for around 4.5 months.** Egypt expects to buy 7 MMT of wheat in fiscal year 2017-18 and government has already bought around 3.4 MMT from farmers. In fiscal year 2016-17 Egypt imported around 5.58 MMT compared to 4.44 MMT in the previous year.

**As per latest update, Japan's ministry of agriculture bought 151853 MMT of food quality wheat from United States, Canada and Australia.** Around 57430 MMT has been bought from United States, 24781 MMT of standard white wheat has been bought from west Australia and 69642 MMT with minimum protein content of 13.5 percent has been bought from Canada to be loaded between January 16 and February 15.

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

Wheat Futures Contract: NCDEX Price								Date:08.12.2017	
Contract Month	Ch. from previous day	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
17-Dec	-19	1629	1635	1606	1610	4330	2,720	4040	-1,900
18-Jan	-9	1665	1672	1648	1654	2420	1,190	6370	1,410
18-Feb	0	1697	1697	1697	1697	0	0	0	0

Spread	Dec-17	Jan-18	Feb-18	
Spot Narela				
17-Dec	-120			
18-Jan		44		
18-Feb			43	

Stocks	Demat	In- Process	Total	FED
	7.Dec.17	7.Dec.17	7.Dec.17	4.Dec.17
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	7588	-	7588	7488
Rajkot	-	-	-	-

## Wheat Daily Prices and Arrivals on 8.12.2017

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			8-Dec-17	7-Dec-17	
Delhi	Lawrence Road	Mill Delivery	1800	1800	Unch
	Narella	Mill Quality Loose	1730	1730	Unch
	Nazafgarh	Mill Quality Loose	1750	1710	40
Gujarat	Rajkot	Mill Delivery	Closed	Closed	-
	Ahmedabad	Mill Delivery	1750	1750	Unch
	Surat	Mill Delivery	1800	1800	Unch
	Dhrol	Mill Quality Loose	1850	1745	105
M.P.	Indore	Mill Delivery	1660	1660	Unch
	Bhopal	Mill Quality Loose	1625	1630	-5
Rajasthan	Kota	Mill Quality Loose	1560	1560	Unch
		Mill Delivery	1650	1650	Unch
U.P.	Kanpur	Mill Delivery	1635	1625	10
	Mathura	Mill Quality Loose	1605	1610	-5
	Kosi	Mill Quality Loose	1660	1680	-20
	Hathras	Mill Quality Loose	1650	1650	Unch
	Aligarh	Mill Quality Loose	1600	1600	Unch
Punjab	Khanna	Mill Quality Loose	1735	1740	-5
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1710	1710	Unch
	Hodal	Mill Delivery	1795	1795	Unch

	Bhiwani	Mill Quality Loose	1750	1750	Unch
	Karnal	Mill Delivery	1750	1760	-10
	Panipat	Mill Quality Loose	1625	1625	Unch
Tamil Nadu	Chennai	Mill Quality	2050	2050	Unch
	Madurai	Mill Quality	2107	2107	Unch
	Coimbatore	Mill Quality	2107	2107	Unch
Bihar	Khagariya	Mill Delivery	1700	1650	50
	Muzaffarpur	Mill Delivery	1600	1600	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	Closed	Closed	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	Closed	Closed	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			8-Dec-17	7-Dec-17	
Gujarat	Rajkot	Lokwan	Closed	Closed	-
M.P.	Indore	Lokwan	2100	2100	Unch
	Bhopal	Lokwan	1725	1725	Unch
	Bina	Sarbati 306	NR	NR	-
Rajasthan	Kota	LokwanBilty	1750	1750	Unch
	Baran	Lokwan	NR	NR	-

## Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			8-Dec-17	7-Dec-17	
Delhi	Lawrence Road	Mill Delivery	6500	7000	-500
	Narella	Mill Quality Loose	250	300	-50
	Nazafgarh	Mill Quality Loose	50	100	-50
Gujarat	Rajkot	Mill Quality Loose	Closed	Closed	-
	Dhrol	Mill Quality Loose	25	13	12
M.P.	Indore	Mill Quality Loose	2500	2500	Unch
Rajasthan	Kota	Mill Quality	2500	2000	500
U.P.	Kanpur	Mill Quality Loose	500	500	Unch
	Mathura	Mill Quality Loose	150	600	-450
	Kosi	Mill Quality Loose	300	250	50
	Hathras	Mill Quality Loose	60	60	Unch
	Aligarh	Mill Quality Loose	200	200	Unch
Punjab	Khanna	Mill Quality Loose	800	300	500
	(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	200	200	Unch

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

Wheat Products Delhi	8-Dec-17	7-Dec-17	Change
Atta (50kg) Ordinary	1015	1015	Unch
Maida Grade 1 (50KG)	1135	1135	Unch
Suji (50kg)	1190	1190	Unch
Chokar (50 kg)	744	744	Unch
Chokar (34 kg)	516	516	Unch
Chakki Atta (50kg)	1025	1025	Unch
Chakki Atta (50kg) Special	1025	1025	Unch
Chakki Atta (90kg) Superfine	NA	NA	-
Chakki Atta (50kg) Superfine	1100	1100	Unch

Wheat (CBOT) Future Price:7.12.2017					
Contract Month	Open	High	Low	Close	Change
17-Dec	396.25	397.25	394.00	394.25	-4.25
18-Mar	425.25	425.75	419.50	421.50	-3.75
18-May	438.00	438.25	432.50	435.00	-3.00
18-Jul	451.50	451.75	446.50	449.00	-2.50
18-Sep	466.00	466.50	461.25	463.75	-2.50
18-Dec	485.25	485.75	480.25	482.25	-3.25

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