

**Wheat Domestic Fundamentals:**

**Most markets remained closed/Not available due to Maha shivratri.**

**There is a rumour in the market that government may increase import duty on wheat from 20 percent to 30 percent. This step will put a complete halt on imports and provide support to domestic prices.**

**Madhya Pradesh Chief Minister Shivraj Singh Chouhan announced that Madhya Pradesh government will provide additional bonus of Rs 200 per quintal over MSP of Rs 1735 per quintal on wheat in marketing year 2018-19.**

**According to latest update, area sown until 09th February'18 is 304.29 lakh hectares compared to 317.88 lakh hectares in the previous Rabi season. The normal area is 304.43 lakh hectares. Progressive area was reported lower in Haryana, Maharashtra, Uttar Pradesh, Rajasthan and Madhya Pradesh compared to last year for same date.**

**All India weekly average prices increased by 1.27 percent to Rs. 1857.77 per quintal during the week ended 08th February 2018. Wheat average price were ruling at Rs 1834.45 per quintal during 24-31 January 2018. As compared to prices in the week 01-08 February 2017, the prices are weak by 5.28 percent. Prices are expected to remain steady to weak in coming days.**

**As per latest update by DGCIS, India has exported around 179699 metric tonnes of wheat in April-December (2017-18) compared to 218494 metric tonnes in April- December (2016-17). In terms of value, exports have decreased by around 13 percent. Overall condition for Indian wheat export is not favourable and export volume would remain low in coming months as other countries are able to provide wheat at lower prices.**

**As per trade sources, import quotes for wheat from various origins to Tuticorin port, witnessed steady to weak tone in the week. As of now Tuticorin port price for APW is being quoted at Rs 2065-2100 per quintal, ASW at Rs 1935-1955 per quintal and Ukrainian wheat at Rs 1750-1800 per quintal. Ample availability in the market is keeping global wheat prices under pressure.**

**As per latest update, wheat stock in central pool as on 1st January'18 stood at 195.62 lakh tonnes down by 9.71% compared to last month. This quantity is higher by around 42.30% compared to last year for the same month. For the month of December'17 off take from central pool was around 21.03 lakh tonnes compared to 27.49 lakh tonnes for December'2016 and 21.22 lakh tonnes for December'2015. FCI is currently selling wheat through E-Auction at a reserve price of Rs. 1790 per quintal.**

**As per Agriwatch preliminary estimate production is likely to be around 91.4 MMT compared to 93.5 MMT last year. Production is likely to fall due to lower acreage this year. 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.**

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**International Market Update:**

**As per latest update by FranceAgrimer, French soft wheat exports to Non-European countries in 2017-18 season is likely to be around 9.0 MMT compared to forecast of 9.3 MMT in the previous month. It has also lowered its outlook for soft wheat shipments within EU to 8.45 MMT from 8.60 MMT last month. This downward revision of exports has led to increase in projected stocks of EU.**

**Wheat growers in black sea region have captured share of Australia in south-east Asian market. Since 2012, Australia has lost around 20 percent of its market share to black sea region. Traders in black sea region are still able to make profit despite wheat glut due to lower production cost. Furthermore they are able to increase wheat yields per hectare at a faster rate than Australia.**

**GASC has purchased 360000 tonnes of Russian and Romanian wheat through tender. Of the total quantity 240000 tonnes has been sourced from Russia and remaining 120000 tonnes from Romania. AOS offered 60000 tonnes of Russian wheat at FoB \$206.60 per tonne; Daewoo offered 60000 tonnes of Russian wheat at FoB \$207.95 per tonne, GTCS offered 60000 tonnes of Russian wheat at FoB \$207.95 per tonne, CHS offered 60000 tonnes of Romanian wheat at FoB \$208.43 per tonne, Union offered 60000 tonnes of Russian wheat at FoB \$208.43 per tonne and Cerealscom offered 60000 tonnes of Romanian wheat at FoB \$208.43 per tonne. Egypt's wheat reserves stand at four months after this purchase.**

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

Wheat Futures Contract: NCDEX Price							Date: 14.02.2018 at 5:00 PM		
Contract Month	Ch. from previous day	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
18-Feb	+50	1723	1730	1723	1730	90	-3,620	430	-180
18-Mar	+40	1734	1761	1728	1760	1990	-2,830	6290	20
18-Apr	0	1685	1685	1685	1685	0	0	0	0

Spread	Feb-18	Mar-18	Apr-18	
Spot Narela				
18-Feb	55			
18-Mar		30		
18-Apr			-75	

Stocks	Demat	In- Process	Total	FED
	13.Jan.18	13.Jan.18	13.Jan.18	5.Jan.18
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	5074	0	5074	5074
Rajkot	-	-	-	-

## Wheat Daily Prices and Arrivals on 14.2.2018

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			14-Feb-18	13-Feb-18	
Delhi	Lawrence Road	Mill Delivery	1780	NA	-
	Narela	Mill Quality Loose	Closed	1675	-
	Nazafgarh	Mill Quality Loose	Closed	NA	-
Gujarat	Rajkot	Mill Delivery	1560	Closed	-
	Ahmedabad	Mill Delivery	1750	Closed	-
	Surat	Mill Delivery	1800	Closed	-
	Dhrol	Mill Quality Loose	1725	NR	-
M.P.	Indore	Mill Delivery	1700	1650	50
	Bhopal	Mill Quality Loose	Closed	1650	-
Rajasthan	Kota	Mill Quality Loose	Closed	1590	-
		Mill Delivery	Closed	1660	-
U.P.	Kanpur	Mill Delivery	1735	1725	10
	Mathura	Mill Quality Loose	Closed	1650	-
	Kosi	Mill Quality Loose	1620	1640	-20
	Hathras	Mill Quality Loose	1660	1660	Unch
	Aligarh	Mill Quality Loose	Closed	1600	-
Punjab	Khanna	Mill Quality Loose	1740	1740	Unch
	Ludhiana (Jagraon)	Mill Delivery	NA	Closed	-
Haryana	Sirsa	Mill Delivery loose	1725	1730	-5
	Hodal	Mill Delivery	1760	1760	Unch

	Bhiwani	Mill Quality Loose	1710	1725	<b>-15</b>
	Karnal	Mill Delivery	1710	1710	<b>Unch</b>
	Panipat	Mill Quality Loose	1625	1625	<b>Unch</b>
<b>Tamil Nadu</b>	Chennai	Mill Quality	Closed	2000	-
	Madurai	Mill Quality	Closed	2057	-
	Coimbatore	Mill Quality	Closed	2057	-
<b>Bihar</b>	Khagariya	Mill Delivery	1700	1700	<b>Unch</b>
	Muzaffarpur	Mill Delivery	1650	1650	<b>Unch</b>
<b>FOR</b>	Kandla (Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			14-Feb-18	13-Feb-18	
<b>Gujarat</b>	Rajkot	Lokwan	1700	Closed	-
<b>M.P.</b>	Indore	Lokwan	2000	2000	<b>Unch</b>
	Bhopal	Lokwan	Closed	1700	-
	Bina	Sarbati 306	NR	Closed	-
<b>Rajasthan</b>	Kota	LokwanBilty	Closed	1750	-
	Baran	Lokwan	Closed	1650	-

### Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			14-Feb-18	13-Feb-18	
<b>Delhi</b>	Lawrence Road	Mill Delivery	5000	NA	-
	Narella	Mill Quality Loose	Closed	200	-
	Nazafgarh	Mill Quality Loose	Closed	NA	-
<b>Gujarat</b>	Rajkot	Mill Quality Loose	2000	Closed	-
	Dhrol	Mill Quality Loose	38	NR	-
<b>M.P.</b>	Indore	Mill Quality Loose	5000	3000	<b>2000</b>
<b>Rajasthan</b>	Kota	Mill Quality	Closed	2000	-
<b>U.P.</b>	Kanpur	Mill Quality Loose	500	300	<b>200</b>
	Mathura	Mill Quality Loose	Closed	130	-
	Kosi	Mill Quality Loose	300	150	<b>150</b>
	Hathras	Mill Quality Loose	400	500	<b>-100</b>
	Aligarh	Mill Quality Loose	Closed	150	-
<b>Punjab</b>	Khanna	Mill Quality Loose	300	300	<b>Unch</b>
	(Ludhiana)Jagraon	Mill Quality Loose	NA	Closed	-
<b>Haryana</b>	Sirsa	Mill Quality Loose	200	100	<b>100</b>
	Hodal	Mill Quality Loose	50	50	<b>Unch</b>
	Bhiwani	Mill Quality Loose	400	200	<b>200</b>

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

Wheat (CBOT) Future Price:13.2.2018					
Contract Month	Open	High	Low	Close	Change
<b>18-Mar</b>	465.00	467.25	459.00	460.75	<b>-3.25</b>
<b>18-May</b>	476.75	479.50	472.00	473.75	<b>-2.25</b>
<b>18-Jul</b>	489.75	492.50	485.75	487.50	<b>-2.00</b>
<b>18-Sep</b>	504.00	506.00	500.50	502.25	<b>-2.00</b>
<b>18-Dec</b>	524.25	526.75	519.75	522.25	<b>-1.75</b>
<b>19-Mar</b>	538.00	540.75	535.50	537.00	<b>-1.75</b>

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