

Wheat Domestic Fundamentals:

Government agencies have started procurement since 15th March'18. Until 28th March'18 government has procured around 2.11 lakh tonnes of wheat. Of the total quantity procured, around 2.05 lakh tonnes have been procured from Madhya Pradesh, 0.04 lakh tonnes from Gujarat and 0.02 in Rajasthan. In Rabi marketing season 2018-19 government has set procurement target of 32 MMT.

As per latest update, wheat stock in central pool as on 1st March'18 stood at 151.55 lakh tonnes down by 13.63% compared to last month. This quantity is higher by around 60.73% compared to last year for the same month. For the month of February'18 off take from central pool was around 23.92 lakh tonnes compared to 20.96 lakh tonnes for February'17 and 34.70 lakh tonnes for February'16. FCI is currently selling wheat through E-Auction at a reserve price of Rs. 1790 per quintal.

FCI has offered a total of 42719512 tonnes of wheat through E-Auction since June until fourth tender in March. Of the total quantity offered around 1399950 tonnes has been sold. Sales through E-Auction of wheat are at lower side this year due to high domestic production and imports.

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 2140-2160 per quintal, ASW at Rs 1970-1990 per quintal and Ukrainian wheat at Rs 1770-1790 per quintal. Ample availability in the market is keeping global wheat prices under pressure.

As per latest update, Uttar Pradesh government has set a procurement target of 50 LMT at MSP of Rs 1735 per quintal. For this purpose the state government will set up around 5500 procurement centres. The regional food controller, S K Singh, said, "The permitted moisture level in wheat has been fixed at 12 %. If it exceeds up to 14%, the value of wheat will be deducted by 2% accordingly. Crops where moisture level is above 14 % will be rejected."

All India weekly average prices increased by 0.09 percent to Rs. 1796.40 per quintal during the week ended 23rd March 2018. Wheat average price were ruling at Rs 1794.90 per quintal during 09-15 March 2018. As compared to prices in the week 16-23 March 2017, the prices are weak by 11.88 percent. Prices are expected to remain steady to weak in coming days due to increasing arrival pressure.

Wheat production in MY 2018-19 is likely to be lower compared to last year. Higher temperature, scanty rains accompanied with strong winds is likely to impact yield mainly in northern states like Uttar Pradesh, Punjab and Haryana. However, light rains in Punjab are likely to benefit wheat crop affected by aphid.

As per latest update by DGCIS, India has exported around 192957 metric tonnes of wheat in April-January (2017-18) compared to 239308 metric tonnes in April- January (2016-17). In terms of value, exports have decreased by around 18 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 second advance estimate, India is likely to produce 97.11 MMT of wheat compared to 98.51 MMT in previous year. The total food grain production is expected at record 277.49 MMT compared to 275.11 MMT last year. This year overall acreage is lower by around 4.27% compared to last years' acreage of 317.88 lakh hectares.

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.

International Market Update:

GASC has purchased 475000 tonnes of Russian and Romanian wheat through tender. Of the total quantity 355000 tonnes has been sourced from Russia and remaining 120000 tonnes from Romania. GTCS offered 55000 tonnes of Russian wheat at FoB \$217.00 per tonne; GTCS offered 60000 tonnes of Russian wheat at FoB \$218.00 per tonne, Daewoo offered 60000 tonnes of Russian wheat at FoB \$218.40 per tonne, ADM offered 60000 tonnes of Romanian wheat at FoB \$219.30 per tonne, Aston offered 60000 tonnes of Russian wheat at FoB \$219.30 per tonne, GTCS offered 60000 tonnes of Russian wheat at FoB \$219.90 per tonne, Cargill offered 60000 tonnes of Romanian wheat at FoB \$219.90 per tonne and Ameropa offered 60000 tonnes of Romanian wheat at FoB \$219.65 per tonne

As per latest update, china has sold 8129 tonnes of wheat for average price of 2277 yuan (\$363.35) per tonne at an auction of state reserves. The quantity sold represents around 0.46 percent of 1749156 tonnes wheat available at auction.

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

Wheat Futures Contract: NCDEX Price							Date: 28.03.2018 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-Apr	-3	1670	1675	1670	1675	480	180	2130	430
18-May	-7	1692	1692	1690	1692	40	-30	240	-10
18-Jun	-11	1720	1720	1720	1709	0	0	0	0

Spread	Apr-18	May-18	June-18	
Spot Narela				
18-Apr	-25			
18-May		17		
18-June			17	

Stocks	Demat	In- Process	Total	FED
	27.Mar.18	27.Mar.18	27.Mar.18	26.Mar.18
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	5074	0	5074	5074
Rajkot	-	-	-	-

Wheat Daily Prices and Arrivals on 30.03.2018

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			30-Mar-18	29-Mar-18	
Delhi	Lawrence Road	Mill Delivery	1765	Closed	-
	Narella	Mill Quality Loose	1700	Closed	-
	Nazafgarh	Mill Quality Loose	1680	Closed	-
Gujarat	Rajkot	Mill Delivery	Closed	Closed	-
	Ahmedabad	Mill Delivery	Closed	Closed	-
	Surat	Mill Delivery	Closed	Closed	-
	Dhrol	Mill Quality Loose	Closed	Closed	-
M.P.	Indore	Mill Delivery	1675	Closed	-
	Bhopal	Mill Quality Loose	Closed	Closed	-
Rajasthan	Kota	Mill Quality Loose	Closed	Closed	-
		Mill Delivery	Closed	Closed	-
U.P.	Kanpur	Mill Delivery	Closed	Closed	-
	Mathura	Mill Quality Loose	1580	1600	-20
	Kosi	Mill Quality Loose	1605	1600	5
	Hathras	Mill Quality Loose	NR	1610	-
	Aligarh	Mill Quality Loose	1590	1585	5
Punjab	Khanna	Mill Quality Loose	1735	1730	5
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1710	1715	-5

	Hodal	Mill Delivery	1700	1700	Unch
	Bhiwani	Mill Quality Loose	1700	1700	Unch
	Karnal	Mill Delivery	1700	1700	Unch
	Panipat	Mill Quality Loose	1625	1625	Unch
Tamil Nadu	Chennai	Mill Quality	Closed	Closed	-
	Madurai	Mill Quality	Closed	Closed	-
	Coimbatore	Mill Quality	Closed	Closed	-
Bihar	Khagariya	Mill Delivery	1700	1700	Unch
	Muzaffarpur	Mill Delivery	1625	1625	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	Closed	Closed	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	Closed	Closed	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			30-Mar-18	29-Mar-18	
Gujarat	Rajkot	Lokwan	Closed	Closed	-
M.P.	Indore	Lokwan	2000	Closed	-
	Bhopal	Lokwan	Closed	Closed	-
	Bina	Sarbati 306	Closed	Closed	-
Rajasthan	Kota	LokwanBilty	Closed	Closed	-
	Baran	Lokwan	Closed	Closed	-

Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			30-Mar-18	29-Mar-18	
Delhi	Lawrence Road	Mill Delivery	6000	Closed	-
	Narella	Mill Quality Loose	500	Closed	-
	Nazafgarh	Mill Quality Loose	100	Closed	-
Gujarat	Rajkot	Mill Quality Loose	Closed	Closed	-
	Dhrol	Mill Quality Loose	Closed	Closed	-
M.P.	Indore	Mill Quality Loose	3000	Closed	-
Rajasthan	Kota	Mill Quality	Closed	Closed	-
U.P.	Kanpur	Mill Quality Loose	Closed	Closed	-
	Mathura	Mill Quality Loose	1500	2000	-500
	Kosi	Mill Quality Loose	2500	400	2100
	Hathras	Mill Quality Loose	NR	150	-
	Aligarh	Mill Quality Loose	500	200	300
Punjab	Khanna	Mill Quality Loose	300	300	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	100	200	-100
	Hodal	Mill Quality Loose	100	100	Unch

	Bhiwani	Mill Quality Loose	500	1200	-700
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	30-Mar-18	29-Mar-18	Change
Atta (50kg) Ordinary	1015	Closed	-
Maida Grade 1 (50KG)	1135	Closed	-
Suji (50kg)	1190	Closed	-
Chokar (50 kg)	744	Closed	-
Chokar (34 kg)	516	Closed	-
Chakki Atta (50kg)	1025	Closed	-
Chakki Atta (50kg) Special	1025	Closed	-
Chakki Atta (90kg) Superfine	NA	Closed	-
Chakki Atta (50kg) Superfine	1100	Closed	-

Wheat (CBOT) Future Price:29.3.2018					
Contract Month	Open	High	Low	Close	Change
18-May	447.5	455.8	441.5	451.0	5.50
18-Jul	465.0	472.5	459.0	468.5	5.75
18-Sep	481.0	489.3	475.8	485.3	5.75
18-Dec	502.5	510.3	497.0	506.5	5.50
19-Mar	518.0	525.5	513.5	522.3	5.25
19-May	528.0	534.0	522.3	531.0	5.25

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> © 2018 Indian Agribusiness Systems Pvt Ltd.