

Wheat Domestic Fundamentals:

As per latest update, Punjab has procured around 11564899 tonnes of wheat until 30th April. Of this quantity, government has procured 11523341 tonnes and millers have procured 41558 tonnes. PUNGRAIN had procured 2662006 MT, MARKFED had procured 2557011 MT, PUNSUP had procured 2238988 MT, Warehouse Corporation had procured 1586044 MT, Punjab Agro had procured 1151689 MT and FCI had procured 1327603 MT of wheat. Around 2LMT of wheat is arriving everyday in Punjab Mandis. Progressive procurement is also higher by around 4.9% compared to last year. Punjab government can easily achieve or even surpass its procurement target.

Government agencies have started procurement since 15th March'18. Until 01st May'18 government has procured around 270.40 lakh tonnes of wheat. Of the total quantity procured, around 115.24 lakh tonnes have been procured from Punjab, 79.96 lakh tonnes from Haryana, 17.23 lakh tonnes from Uttar Pradesh, 47.80 lakh tonnes have been procured from Madhya Pradesh, 9.46 in Rajasthan, 0.30 lakh tonnes from Uttarakhand, 0.14 lakh tonnes from Chandigarh and 0.27 lakh tonnes from Gujarat. In Rabi marketing season 2018-19 government has set procurement target of 32 MMT. Government can easily achieve its procurement target this year.

As per trade sources, import quotes for wheat from various origins to Tuticorin port, witnessed firm tone in the week. Traders are not quoting prices for APW due to lower availability. As of now Tuticorin port price ASW at Rs 1930-1940 per quintal and Ukrainian wheat at Rs 1795-1805 per quintal. Ample availability in the market is keeping global wheat prices under pressure.

All India weekly average prices increased by 1.47 percent to Rs. 1873.09 per quintal during the week ended 30th April 2018. Wheat average price were ruling at Rs 1845.93 per quintal during 16-23 April 2018. As compared to prices in the week 24-30 April 2017, the prices are weak by 4.92 percent. Prices are expected to remain steady to weak in coming days due to arrival pressure.

As per latest update, wheat stock in central pool as on 1st April'18 stood at 132.31 lakh tonnes down by 12.70% compared to last month. This quantity is higher by around 64.18% compared to last year for the same month. For the month of March'18 off take from central pool was around 19.24 lakh tonnes compared to 13.70 lakh tonnes for March'17 and 23.27 lakh tonnes for March'16. FCI has additional 51.72 lakh tonnes of stock as on 01st April'18 compared to last year for the same month.

As per trade source, India has imported around 30780.34 tonne wheat from Australia in the month of February at an average CIF of \$256.50 per tonne. The entire quantity has been imported at Tuticorin port. Furthermore, no wheat has been imported in the month of March due to expectation of good crop.

As per trade source, India has exported around 1.84 thousand tonnes in the month of March compared to 1.82 thousand tonnes in February. The quantity in March was exported at an average FOB of \$ 369.51 per tonne and the major destinations were UAE, UK, Sri Lanka and Somalia. Exports are likely to be at lower side as other countries are able to provide quality wheat at competitive 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.

International Market Update:

A flour mill in Indonesia has bought around 60000 tonnes of wheat at \$220-222 per tonne from black sea due for shipment in August. Indonesia usually imports from Australia. However as prices are ruling higher, black sea is taking advantage of this situation and capturing market share of Australia by providing the required quantity at lower prices.

Algeria state grains agency OAIC has bought around 420000 tonnes of milling wheat in a tender that closed on Thursday. The prices paid were in the range of \$224-225 per tonne (Cost and Freight). Origin of wheat is likely to be French. The country does not disclose the results of its tenders and purchase reports are based on trade assessments.

Russian milling wheat prices remained steady to weak by \$0-1 per tonne compared to last week. Traders are focusing on new crop trading as grain season is coming to an end. Russia has produced around 85-86 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 \$210.00-216.00/tonne whereas milling wheat with 12.5% protein content at Odessa is being quoted at FoB \$210.00-213.00/tonne.

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

Wheat Futures Contract: NCDEX Price							Date: 02.05.2018 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-May	-2	1708	1719	1708	1712	130	-230	2980	20
18-Jun	-4	1723	1731	1723	1731	70	-80	330	50
18-Jul	-	-	-	-	-	-	-	-	-

Spread	May-18	June-18	July-18	
Spot Narela				
18-May	52			
18-June		19		
18-July			-	

Stocks	Demat	In- Process	Total	FED
	01.May.18	01.May.18	01.May.18	01.May.18
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	3504	40	3544	3504
Baran	30	0	30	30

Wheat Daily Prices and Arrivals on 02.05.2018

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			2-May-18	1-May-18	
Delhi	Lawrence Road	Mill Delivery	1720	1720	Unch
	Narella	Mill Quality Loose	Closed	1660	-
	Nazafgarh	Mill Quality Loose	Closed	1650	-
Gujarat	Rajkot	Mill Delivery	1600	1610	-10
	Ahmedabad	Mill Delivery	1720	1725	-5
	Surat	Mill Delivery	1780	1790	-10
	Dhrol	Mill Quality Loose	1600	1710	-110
M.P.	Indore	Mill Delivery	1700	Closed	-
	Bhopal	Mill Quality Loose	1650	Closed	-
Rajasthan	Kota	Mill Quality Loose	1630	Closed	-
		Mill Delivery	1750	Closed	-
U.P.	Kanpur	Mill Delivery	1720	1715	5
	Mathura	Mill Quality Loose	1565	1560	5
	Kosi	Mill Quality Loose	1572	1580	-8
	Hathras	Mill Quality Loose	1680	1660	20
	Aligarh	Mill Quality Loose	Closed	1580	-
Punjab	Khanna	Mill Quality Loose	1735	1735	Unch
	Ludhiana (Jagraon)	Mill Delivery	1760	1760	Unch
Haryana	Sirsa	Mill Delivery loose	1735	1735	Unch
	Hodal	Mill Delivery	1750	1750	Unch

	Bhiwani	Mill Quality Loose	1725	1720	5
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	1735	1735	Unch
Tamil Nadu	Chennai	Mill Quality	2050	Closed	-
	Madurai	Mill Quality	2107	Closed	-
	Coimbatore	Mill Quality	2107	Closed	-
Bihar	Khagariya	Mill Delivery	1550	1550	Unch
	Muzaffarpur	Mill Delivery	1550	1550	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	1760	1780	-20
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	1760	1780	-20

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			2-May-18	1-May-18	
Gujarat	Rajkot	Lokwan	1800	1800	Unch
M.P.	Indore	Lokwan	2000	Closed	-
	Bhopal	Lokwan	1900	Closed	-
	Bina	Sarbati 306	Closed	Closed	-
Rajasthan	Kota	LokwanBilty	1850	Closed	-
	Baran	Lokwan	1800	Closed	-

Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			2-May-18	1-May-18	
Delhi	Lawrence Road	Mill Delivery	8000	10000	-2000
	Narella	Mill Quality Loose	Closed	700	-
	Nazafgarh	Mill Quality Loose	Closed	200	-
Gujarat	Rajkot	Mill Quality Loose	2500	2000	500
	Dhrol	Mill Quality Loose	63	128	-65
M.P.	Indore	Mill Quality Loose	3000	Closed	-
Rajasthan	Kota	Mill Quality	15000	Closed	-
U.P.	Kanpur	Mill Quality Loose	500	500	Unch
	Mathura	Mill Quality Loose	1500	1000	500
	Kosi	Mill Quality Loose	3000	2500	500
	Hathras	Mill Quality Loose	500	150	350
	Aligarh	Mill Quality Loose	Closed	1200	-
Punjab	Khanna	Mill Quality Loose	40000	40000	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	5000	2000	3000
Haryana	Sirsa	Mill Quality Loose	2000	2000	Unch
	Hodal	Mill Quality Loose	1500	1000	500
	Bhiwani	Mill Quality Loose	3000	2000	1000

	Karnal	Mill Delivery	15000	15000	Unch
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	2-May-18	1-May-18	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	1980	1980	Unch
Chakki Atta (50kg) Superfine	1100	1100	Unch

Wheat (CBOT) Future Price:01.05.2018					
Contract Month	Open	High	Low	Close	Change
18-May	511.25	529.75	510.25	529.75	17.25
18-Jul	512.50	530.00	506.00	529.25	18.75
18-Sep	528.00	544.75	522.00	544.00	17.75
18-Dec	548.25	564.75	543.25	564.00	16.75
19-Mar	563.50	579.50	559.00	579.00	15.75
19-May	570.25	585.25	567.00	584.75	14.75

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> © 2018 Indian Agribusiness Systems Pvt Ltd.