

**Wheat Domestic Fundamentals:**

**Most mandis remained closed or there was no arrival due to Heavy rains and lorry strike.**

**FCI will offer a total quantity 2084650 tonnes of wheat in different states through e-auction on 26th July 2018 at a reserve price of Rs 1900 per quintal.** Of the total quantity in OMSS, highest quantity of 522000 tonnes in Maharashtra followed by 521350 tonnes in Punjab, 580200 tonnes in Haryana, 60000 tonnes in West Bengal, 56000 tonnes in Rajasthan, 55000 tonnes in Odhisa, 34000 tonnes in Kerala, 32900 tonnes in Chandigarh, 26500 tonnes in Tamil Nadu, 25500 tonnes in Gujarat, 25000 tonnes in Andhra Pradesh, 25000 tonnes in Madhya Pradesh, 23800 tonnes in Karnataka, 20000 tonnes in Delhi, 18900 tonnes in Chhattisgarh, 15000 tonnes in Uttar Pradesh, 13000 tonnes in Assam, 13000 tonnes in Uttarakhand, 7000 tonnes in J&K, 5000 tonnes in Bihar, 2000 tonnes in Himachal Pradesh, 2500 tonnes in Jharkhand and 1000 tonnes in Goa.

**As per trade sources, import quotes for wheat from various origins to Tuticorin port, witnessed firm tone in the week.**

As of now Tuticorin port price for ASW is Rs 2245-2255 per quintal and Ukrainian wheat is Rs 2040-2050 per quintal. Wheat supplies are likely to tighten this year. Stock of imported wheat has declined in past months as no quantity has been imported since February 2018 from Australia or Ukraine.

**All India weekly average prices decreased by 0.66 percent to Rs. 1898.00 per quintal during the week ended 23rd July 2018.** Wheat average price were ruling at Rs 1910.64 per quintal during 09-15 July 2018. As compared to prices in the week 16-23 July 2017, the prices are weak by 0.02 percent. Prices are expected to remain firm in coming days due to increase in import duty and good domestic demand.

**As per trade sources, after increase in import duty to 30 percent imports have decreased substantially.** India has imported no wheat in the month of June-2018. Imports are expected to be low this year due to good domestic availability and increase in import duty. India has imported around 31000 tonnes in the month of February-2018. Production in exporting countries like Australia and Russia is likely to stay at lower side, which is likely to keep their export prices at higher side. Therefore, demand for wheat will be, to a large extent, dependent on domestically available wheat.

**As per trade source, India has exported around 2.17 thousand tonnes in the month of June** compared to 2.31 thousand tonnes in May. The quantity in June was exported at an average FOB of \$ 432.95 per tonne and the major destinations were Nepal, UAE, Malaysia, Kuwait and Singapore. Exports are likely to be at lower side as other countries are able to provide quality wheat at competitive prices.

**Wheat WPI has increased slightly from 141.7 in May-2018 to 143.1 in June-2018.** Monthly wheat inflation has increased by 0.99 percent in June -2018 compared to previous month. As compared to June-2017 wheat WPI has increased by around 5.14 percent. Wheat WPI is expected to stay steady to slightly firm in coming months.

**Government agencies have started procurement since 15th March'18. For RMS 2018-19, government has procured around 355.22 lakh tonnes of wheat.** Of the total quantity procured, around 126.91 lakh tonnes have been procured from Punjab, 87.39 lakh tonnes from Haryana, 50.88 lakh tonnes from Uttar Pradesh, 72.87 lakh tonnes have been procured from Madhya Pradesh, 15.31 in Rajasthan, 1.09 lakh tonnes from Uttarakhand, 0.14 lakh tonnes from Chandigarh, 0.37 lakh tonnes from Gujarat, 0.25 lakh tonnes from Bihar and 0.01 lakh tonnes from Himachal Pradesh. In Rabi marketing season 2018-19 government has set procurement target of 32 MMT. Government has abundant supplies this year, which will allow it to control any unexpected price rise.

**International Market Update:**

**Russian milling wheat prices became firm** by \$9-10 per tonne at Novorossiysk and \$4-10 per tonne at Odessa compared to last week. Good demand and lower crop size in major producing countries compared to last year is providing support to prices. As per USDA, Russia is expected to produce 67.00 MMT in 2018 compared to 84.99 MMT in 2017. As of now Russian milling wheat with 12.5% protein content at Novorossiysk port is being quoted at FoB \$210.00-215.00/tonne whereas milling wheat whereas wheat with 12.5% protein content at Odessa is being quoted at FoB \$208.00-212.00/tonne.

**As per latest update, France is likely to harvest 35.00 MMT of wheat** compared to 36.6 MMT last year. Overall crop in EU is expected to be below 130 MMT due to hot and dry weather in northern/central parts of Europe.

**GASC has purchased 420000 tonnes of Russian, Romanian and Ukrainian wheat through tender.** Of the total quantity 240000 tonnes has been sourced from Russia, and 120000 tonnes has been sourced from Romania and 60000 tonnes from Romania. GTCS offered 60000 tonnes of Russian wheat at FoB \$217.95 per tonne, Daewoo offered 60000 tonnes of Russian wheat at FoB \$219.35 per tonne, ADM offered 60000 tonnes of Russian wheat at FoB \$221.00 per tonne, Louis Dreyfus offered 60000 tonnes of Ukraine wheat at FoB \$218.85 per tonne, GTCS offered 60000 tonnes of Russian wheat at FoB \$220.5 per tonne, Ameropa offered 60000 tonnes of Romanian wheat at FoB \$220.40 per tonne and ADM offered 60000 tonnes of Romanian wheat at FoB \$220.40 per tonne.

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

Wheat Futures Contract: NCDEX Price							Date: 26.07.2018 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-Aug	+2	1965	1970	1945	1961	1060	-60	6040	-180
18-Sep	+3	1983	1989	1973	1985	410	-160	2180	+170
18-Oct	+18	1982	2000	2000	2000	20	+20	30	+20

Spread	Aug-18	Sep-18	Oct-18	
Spot Narela				
18-Aug	136			
18-Sep		24		
18-Oct			15	

Stocks	Demat	In- Process	Total	FED
	25.July.18	25.July.18	25.July.18	23.July.18
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	6095	0	6095	6095
Baran	30	0	30	30

## Wheat Daily Prices and Arrivals on 26.07.2018

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			26-Jul-18	25-Jul-18	
Delhi	Lawrence Road	Mill Delivery	1965	1960	5
	Narella	Mill Quality Loose	NA	Closed	-
	Nazafgarh	Mill Quality Loose	NA	Closed	-
Gujarat	Rajkot	Mill Delivery	Closed	Closed	-
	Ahmedabad	Mill Delivery	2100	2100	Unch
	Surat	Mill Delivery	2125	2125	Unch
	Dhrol	Mill Quality Loose	2035	2000	35
M.P.	Indore	Mill Delivery	Closed	Closed	-
	Bhopal	Mill Quality Loose	1900	1900	Unch
Rajasthan	Kota	Mill Quality Loose	1850	1850	Unch
		Mill Delivery	1960	1960	Unch
U.P.	Kanpur	Mill Delivery	1815	1815	Unch
	Mathura	Mill Quality Loose	Closed	1780	-
	Kosi	Mill Quality Loose	Closed	1800	-
	Hathras	Mill Quality Loose	1800	1800	Unch
	Aligarh	Mill Quality Loose	NA	Closed	-
Punjab	Khanna	Mill Quality Loose	1810	1810	Unch
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1840	1840	Unch
	Hodal	Mill Delivery	1920	1910	10

	Bhiwani	Mill Quality Loose	1860	1850	10
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	2300	2270	30
	Madurai	Mill Quality	2357	2357	Unch
	Coimbatore	Mill Quality	2357	2357	Unch
Bihar	Khagariya	Mill Delivery	1750	1750	Unch
	Muzaffarpur	Mill Delivery	1850	1850	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	Closed	Closed	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	Closed	Closed	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			26-Jul-18	25-Jul-18	
Gujarat	Rajkot	Lokwan	Closed	Closed	-
M.P.	Indore	Lokwan	Closed	Closed	-
	Bhopal	Lokwan	2200	2200	Unch
	Bina	Sarbati 306	2550	Closed	-
Rajasthan	Kota	Lokwan Bilty	2000	2000	Unch
	Baran	Lokwan	1975	1975	Unch

### Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			26-Jul-18	25-Jul-18	
Delhi	Lawrence Road	Mill Delivery	6500	9000	-2500
	Narella	Mill Quality Loose	NA	Closed	-
	Nazafgarh	Mill Quality Loose	NA	Closed	-
Gujarat	Rajkot	Mill Quality Loose	Closed	Closed	-
	Dhrol	Mill Quality Loose	16	13	3
M.P.	Indore	Mill Quality Loose	Closed	Closed	-
Rajasthan	Kota	Mill Quality	600	600	Unch
U.P.	Kanpur	Mill Quality Loose	600	600	Unch
	Mathura	Mill Quality Loose	Closed	800	-
	Kosi	Mill Quality Loose	Closed	200	-
	Hathras	Mill Quality Loose	60	200	-140
	Aligarh	Mill Quality Loose	NA	Closed	-
Punjab	Khanna	Mill Quality Loose	NA	NA	-
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	200	150	50
	Hodal	Mill Quality Loose	50	50	Unch
	Bhiwani	Mill Quality Loose	500	600	-100

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

Wheat Products Delhi	26-Jul-18	25-Jul-18	Change
Atta (50kg) Ordinary	1100	1100	Unch
Maida Grade 1 (50KG)	1175	1150	25
Suji (50kg)	1250	1200	50
Chokar (50 kg)	900	925	-25
Chokar (34 kg)	615	630	-15
Chakki Atta (50kg)	1150	1100	50
Chakki Atta (50kg) Special	1175	1125	50
Chakki Atta (90kg) Superfine	2130	2050	80
Chakki Atta (50kg) Superfine	1185	1135	50

Wheat (CBOT) Future Price:25.7.2018					
Contract Month	Open	High	Low	Close	Change
18-Sep	511.50	545.25	511.25	542.75	32.50
18-Dec	531.50	564.25	530.50	561.75	32.50
19-Mar	548.50	579.50	547.50	576.75	30.25
19-May	557.00	585.75	556.75	583.50	28.25
19-Jul	558.25	587.00	558.25	584.25	25.50
19-Sep	569.25	592.75	569.25	590.25	23.25

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