

**Wheat Domestic Fundamentals:**

**Wheat prices are expected to stay firm** in near future due to good domestic demand, lean season and low imports. Normal firmness can be expected in the market during upcoming festive season. There is no problem at supply side due to ample availability.

**All India weekly average prices increased by 1.90 percent to Rs. 2153.98 per quintal during the week ended 23rd November 2018.** Wheat average price were ruling at Rs 2113.76 per quintal during 09-15 November 2018. As compared to prices in the week 16-23 November 2017, the prices are firm by 19.14 percent. Prices are expected to remain firm in coming days due to good domestic demand and low imports.

**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 October-2018. Imports are expected to be low this year due to good domestic availability and increase in import duty. India has imported around 1000 tonnes in the month of September-2018.

**According to latest update, area sown until 22nd November'18 is 111.96 lakh hectares compared to 110.69 lakh hectares in the previous Rabi season.** The normal area is 306.26 lakh hectares. Acreage is expected to be higher this Rabi season due to increase in MSP by Rs 105 per quintal for MY 2018-19.

**Government has offered 39886860 tonnes of wheat in OMSS since July until third tender in November out of which 2643550 tonnes was sold.** Total numbers of rakes sold were 42. State government and bulk consumers bought 370750 tonnes and 2161550 tonnes of wheat respectively. 111300 tonnes was sold in dedicated movement. Government will sell wheat in open market at a reserve price of Rs 1900 per quintal in the second quarter i.e. July-September. For third and fourth quarter prices will be Rs 1925 per quintal and Rs 1950 per quintal respectively.

**As per trade source, India has exported around 5.09 thousand tonnes in the month of October compared to 2.80 thousand tonnes in September.** The quantity in October was exported at an average FOB of \$ 315.91 per tonne and the major destinations were Nepal, UAE and Bahrain. Exports are likely to be at lower side as other countries are able to provide quality wheat at competitive prices.

**As per latest update, wheat stock in central pool as on 1st November'18 stood at 331.35 lakh tonnes down by 6.99% compared to last month.** This quantity is higher by around 38.93% compared to last year for the same month. Government has already applied import duty on wheat to curb imports and provide support to domestic prices. The stock position as on 01st November'18 is highest in last four years. Therefore, government has abundant supplies this year to tackle any unexpected rise in wheat prices by selling more quantity in open market.

**India mainly imports from Australia and Russia. Wheat prices remained steady to slightly weak in both the countries during last week.** As of now, Russian wheat with 12.5 percent protein content and Australian premium wheat (APW) is being quoted at \$332 (Rs 24000) per tonne and \$358 (Rs 25930) per tonne respectively, after including freight and import duty @30%. Local expenses will further add to cost. Whereas wheat mill quality price in Chennai and Coimbatore is ruling around Rs 23800-24000 per tonne and Rs 25000-25400 per tonne respectively.

**Previous Updates:**

**As per fourth advance estimate, wheat production has been pegged at 99.70 MMT** compared to 98.61 MMT in its third advance estimate issued in the month of May-2018. Total food grain output is expected to be around 284.43 MMT compared to 279.51 MMT in earlier estimate.

**International Market Update:**

**Russian milling wheat prices became weak by \$1 per tonne at Novorossiysk and \$1 per tonne at Odessa compared to last week.** Wheat prices were weak due to low trading activity. As per USDA, Russia is expected to produce 70.00 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 \$224.00-231.00/tonne and milling wheat with 12.5% protein content at Odessa is being quoted at FoB \$223.00-227.00/tonne.

**Turkey's state grains board, TMO has purchased 180000 tonnes of wheat in a tender that closed on Friday.** Of the total quantity 105000 tonnes was sold by Hakan Agro, 30000 tonnes was sold by Solaris, 15000 tonnes was sold by Tekirdag, 15000 tonnes was sold by Trabzon, 7500 tonnes was sold by Tradefield and 7500 tonnes was sold by Bandirma.

**As per latest update, Japan's ministry of agriculture bought 99462 MT of food quality wheat from United States and Canada.** Around 64000 MT has been bought from United States and 35462 MT of western red spring has been bought from Canada. Shipments from United States and Canada will be loaded between Dec 21-2018 and Jan 20-2019.

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

Wheat Futures Contract: NCDEX Price							Date: 30.11.2018 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-Dec	-2	2100	2100	2100	2100	110	100	310	10
19-Jan	-20	2140	2120	2120	2120	10	0	20	10
19-Feb	0	2177	2177	2177	2177	0	0	0	0

Spread	Dec-18	Jan-19	Feb-19
Spot Narela			
18-Dec	60		
19-Jan		20	
19-Feb			57

Stocks	Demat	In-Process	Total	EDD
	26.Nov.18	26.Nov.18	26.Nov.18	26.Nov.18
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	715	0	715	715
Baran	-	-	-	-

## Wheat Daily Prices and Arrivals on 30.11.2018

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			30-Nov-18	29-Nov-18	
Delhi	Lawrence Road	Mill Delivery	2060	2060	Unch
	Narela	Mill Quality Loose	2040	2055	-15
	Nazafgarh	Mill Quality Loose	1975	1975	Unch
Gujarat	Rajkot	Mill Delivery	2010	2010	Unch
	Ahmedabad	Mill Delivery	2160	2160	Unch
	Surat	Mill Delivery	2210	2210	Unch
	Dhrol	Mill Quality Loose	2175	2165	10
M.P.	Indore	Mill Delivery	NA	Closed	-
	Bhopal	Mill Quality Loose	1950	Closed	-
Rajasthan	Kota	Mill Quality Loose	1940	1930	10
		Mill Delivery	2050	2050	Unch
U.P.	Kanpur	Mill Delivery	2005	1985	20
	Mathura	Mill Quality Loose	1760	1760	Unch
	Kosi	Mill Quality Loose	NA	1880	-
	Hathras	Mill Quality Loose	1920	1905	15
	Aligarh	Mill Quality Loose	1830	1830	Unch
Punjab	Khanna	Mill Quality Loose	NA	NA	-
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-

<b>Haryana</b>	Sirsa	Mill Delivery loose	1875	1870	<b>5</b>
	Hodal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1950	1950	<b>Unch</b>
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-
<b>Tamil Nadu</b>	Chennai	Mill Quality	2350	2345	<b>5</b>
	Madurai	Mill Quality	2407	2402	<b>5</b>
	Coimbatore	Mill Quality	2407	2402	<b>5</b>
<b>Bihar</b>	Khagariya	Mill Delivery	2100	2000	<b>100</b>
	Muzaffarpur	Mill Delivery	1975	2000	<b>-25</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
			30-Nov-18	29-Nov-18	
<b>Gujarat</b>	Rajkot	Lokwan	2250	2250	<b>Unch</b>
<b>M.P.</b>	Indore	Lokwan	NA	Closed	-
	Bhopal	Lokwan	2100	Closed	-
	Bina	Sarbati 306	2950	Closed	-
<b>Rajasthan</b>	Kota	Lokwan Bilty	2150	2100	<b>50</b>
	Baran	Lokwan	NA	NA	-

**Wheat Arrivals in Key Centers:**

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			30-Nov-18	29-Nov-18	
<b>Delhi</b>	Lawrence Road	Mill Delivery	7000	6000	<b>1000</b>
	Narella	Mill Quality Loose	200	300	<b>-100</b>
	Nazafgarh	Mill Quality Loose	50	50	<b>Unch</b>
<b>Gujarat</b>	Rajkot	Mill Quality Loose	400	400	<b>Unch</b>
	Dhrol	Mill Quality Loose	8	11	<b>-3</b>
<b>M.P.</b>	Indore	Mill Quality Loose	NA	Closed	-
<b>Rajasthan</b>	Kota	Mill Quality	1000	2500	<b>-1500</b>
<b>U.P.</b>	Kanpur	Mill Quality Loose	500	500	<b>Unch</b>
	Mathura	Mill Quality Loose	60	50	<b>10</b>
	Kosi	Mill Quality Loose	NA	25	-
	Hathras	Mill Quality Loose	350	350	<b>Unch</b>
	Aligarh	Mill Quality Loose	1000	500	<b>500</b>

<b>Punjab</b>	Khanna	Mill Quality Loose	NA	NA	-
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
<b>Haryana</b>	Sirsa	Mill Quality Loose	200	300	<b>-100</b>
	Hodal	Mill Quality Loose	50	60	<b>-10</b>
	Bhiwani	Mill Quality Loose	600	700	<b>-100</b>
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	30-Nov-18	29-Nov-18	Change
Atta (50kg) Ordinary	1150	1150	Unch
Maida Grade 1 (50KG)	1230	1230	Unch
Suji (50kg)	1300	1300	Unch
Chokar (50 kg)	925	925	Unch
Chokar (34 kg)	630	630	Unch
Chakki Atta (50kg)	1250	1250	Unch
Chakki Atta (50kg) Special	1275	1275	Unch
Chakki Atta (90kg) Superfine	2315	2315	Unch
Chakki Atta (50kg) Superfine	1285	1285	Unch

Wheat (CBOT) Future Price: 30.11.2018					
Contract Month	Open	High	Low	Close	Change
<b>18-Dec</b>	497.75	501.50	492.00	496.50	<b>-1.00</b>
<b>19-Mar</b>	511.50	514.50	506.00	507.75	<b>-3.75</b>
<b>19-May</b>	519.00	522.00	513.50	514.50	<b>-4.50</b>
<b>19-Jul</b>	526.00	529.50	520.75	521.50	<b>-4.75</b>
<b>19-Sep</b>	536.75	538.75	530.50	531.00	<b>-4.50</b>
<b>19-Dec</b>	550.50	551.75	543.50	543.75	<b>-4.50</b>

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