

Wheat Domestic Fundamentals:

Wheat WPI has increased from 152.8 in December-2018 to 154.8 in January-2019. Monthly wheat inflation has increased by 1.31 percent in January-2019 compared to previous month. As compared to January-2018 wheat WPI has increased by around 9.94 percent. Wheat WPI is expected to stay steady to weak in coming months.

As per APEDA, India has exported 1.35 lakh tonnes of wheat during the period April-December'18 compared to 2.49 lakh tonnes during last year for the same time period. Exports are expected to stay on lower side as other countries are able to provide wheat at lower prices compared to India with assured quality.

Authorities in Haryana have advised farmers watch their crop closely for yellow rust. Higher day temperatures and lower night temperatures are conducive for yellow rust. Panchkula, Ambala, Yamunanagar, some parts of Kurukshetra and Karnal are the most-prone areas where yellow rust strikes. As of now, Overall crop condition in the state is good.

All India weekly average prices decreased by 0.93 percent to Rs. 2116.44 per quintal during the week ended 08th February 2019. Wheat average price were ruling at Rs 2136.21 per quintal during 24-31 January 2019. As compared to prices in the week 01-08 February 2018, the prices are firm by 16.24 percent. Prices are expected to remain weak in coming days due to abundant availability in domestic market.

Rains, hail and high speed wind in past week hit Punjab, Haryana, Northern Rajasthan and Western Uttar Pradesh. In case of Rajasthan and Uttar Pradesh, wheat has escaped any major damages as it has not yet reached flowering stage. Whereas in Punjab - Haryana, reports of damage to wheat crop was received and both governments have ordered their revenue departments to conduct assessment of crop damage.

As per latest update, FSSAI has directed packaged-food companies to label 'atta' as whole wheat flour and 'maida' as refined wheat flour. This will help consumers in making informed choices as using wheat flour for 'maida' does not convey the exact nature of ingredients used in manufacturing of various products. Companies are required to comply with requirements by 30th April'19.

India mainly imports from Australia and Russia. As of now, Russian wheat with 12.5 percent protein content and Australian premium wheat (APW) is being quoted at \$357.50 (Rs 25620) per tonne and \$372.50 (Rs 25350) per tonne respectively, after including freight and import duty @30%. Local expenses will further add to cost. Therefore, there is no import parity as of now from black sea region and Australia.

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 December-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.

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:

As per latest update, Japan's ministry of agriculture bought 131165 MMT of food quality wheat from United States, Australia and Canada. Around 59492 MMT has been bought from United States with minimum protein content of 14.0 percent, 36728 MMT has been bought from Canada with minimum protein content of 13.5 percent and 34945 MMT from Australia to be loaded between March 21-April 30,2019.

Egypt has purchased 300000 tonnes of United States, Ukraine and France wheat through tender. Glencore offered 120000 tonnes of French wheat at FOB \$224.50/tonne, Cargill offered 120000 tonnes of U.S. soft red wheat at FOB \$234.47/tonne and Louis Dreyfus offered 60000 tonnes of Ukrainian wheat at FOB \$247.90/tonne.

Russian milling wheat prices became firm by \$1-4 per tonne at Novorossiysk and \$0-2 per tonne at Odessa compared to last week. Wheat prices were firm due restrained supplies and high domestic prices. As per IGC, Russia is expected to produce 69.50 MMT in 2018 compared to 84.90 MMT in 2017. As of now Russian milling wheat with 12.5% protein content at Novorossiysk port is being quoted at FoB \$244.00-247.00/tonne and milling wheat with 12.5% protein content at Odessa is being quoted at FoB \$242.00-246.00/tonne.

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

Wheat Futures Contact: NCDEX Price							Date:14.02.2019 at 5:00 PM		
Contract Month	Ch. from previous day	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
19-Feb	0	2115	2115	2115	2115	30	0	60	0
19-Mar	0	1955	1955	1955	1955	0	0	100	0
19-Apr	0	1850	1850	1850	1850	0	0	20	0

Spread	Feb-19	Mar-19	Apr-19
Spot Narella			
19-Feb	25		
19-Mar		-160	
19-Apr			-105

Stocks	Demat	In-Process	Total	EDD
	13.Feb.19	13.Feb.19	13.Feb.19	11.Feb.19
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	354	0	354	354
Baran	-	-	-	-

Wheat Daily Prices and Arrivals on 14.02.2019

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			14-Feb-19	13-Feb-19	
Delhi	Lawrence Road	Mill Delivery	2110	2010	100
	Narella	Mill Quality Loose	2090	Closed	-
	Nazafgarh	Mill Quality Loose	2030	Closed	-
Gujarat	Rajkot	Mill Delivery	2030	2030	Unch
	Ahmedabad	Mill Delivery	2120	2120	Unch
	Surat	Mill Delivery	2170	2170	Unch
	Dhrol	Mill Quality Loose	2210	2245	-35
M.P.	Indore	Mill Delivery	1950	1950	Unch
	Bhopal	Mill Quality Loose	1930	1925	5
Rajasthan	Kota	Mill Quality Loose	2000	2000	Unch
		Mill Delivery	2075	2075	Unch
U.P.	Kanpur	Mill Delivery	2050	2030	20
	Mathura	Mill Quality Loose	2075	2075	Unch
	Kosi	Mill Quality Loose	2020	2025	-5
	Hathras	Mill Quality Loose	NA	NA	-
	Aligarh	Mill Quality Loose	1950	Closed	-
Punjab	Khanna	Mill Quality Loose	1930	1930	Unch
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1920	1920	Unch
	Hodal	Mill Delivery	2080	2080	Unch

	Bhiwani	Mill Quality Loose	2025	2025	Unch
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	2410	2410	Unch
	Madurai	Mill Quality	2467	2467	Unch
	Coimbatore	Mill Quality	2467	2467	Unch
Bihar	Khagariya	Mill Delivery	2150	2150	Unch
	Muzaffarpur	Mill Delivery	2100	2100	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			14-Feb-19	13-Feb-19	
Gujarat	Rajkot	Lokwan	2150	2150	Unch
M.P.	Indore	Lokwan	2250	2250	Unch
	Bhopal	Lokwan	2200	2200	Unch
	Bina	Sarbati 306	NA	Closed	-
Rajasthan	Kota	Lokwan Bilty	2150	2150	Unch
	Baran	Lokwan	NA	NA	-

Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			14-Feb-19	13-Feb-19	
Delhi	Lawrence Road	Mill Delivery	5000	6500	-1500
	Narella	Mill Quality Loose	200	Closed	-
	Nazafgarh	Mill Quality Loose	100	Closed	-
Gujarat	Rajkot	Mill Quality Loose	300	300	Unch
	Dhrol	Mill Quality Loose	2	27	-25
M.P.	Indore	Mill Quality Loose	2000	2500	-500
Rajasthan	Kota	Mill Quality	2000	2500	-500
U.P.	Kanpur	Mill Quality Loose	500	400	100
	Mathura	Mill Quality Loose	100	150	-50
	Kosi	Mill Quality Loose	150	100	50
	Hathras	Mill Quality Loose	NA	NA	-
	Aligarh	Mill Quality Loose	NA	Closed	-
Punjab	Khanna	Mill Quality Loose	500	500	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	100	100	Unch
	Hodal	Mill Quality Loose	50	30	20
	Bhiwani	Mill Quality Loose	200	200	Unch

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

Wheat Products Delhi	14-Feb-19	13-Feb-19	Change
Atta (50kg) Ordinary	1220	1220	Unch
Maida Grade 1 (50KG)	1190	1190	Unch
Suji (50kg)	1270	1270	Unch
Chokar (50 kg)	850	850	Unch
Chokar (34 kg)	575	575	Unch
Chakki Atta (50kg)	1340	1340	Unch
Chakki Atta (50kg) Special	1360	1360	Unch
Chakki Atta (90kg) Superfine	2450	2450	Unch
Chakki Atta (50kg) Superfine	1380	1380	Unch

Wheat (CBOT) Future Price: 13.02.2019					
Contract Month	Open	High	Low	Close	Change
19-Mar	519.75	524.00	518.75	522.25	2.25
19-May	521.00	527.25	520.00	526.00	4.25
19-Jul	521.00	527.75	520.50	526.50	4.50
19-Sep	528.75	536.00	528.75	534.50	4.25
19-Dec	542.75	549.00	542.75	547.50	3.25
20-Mar	553.25	558.25	553.25	556.75	2.25

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> © 2019 Indian Agribusiness Systems Ltd.