

### Wheat Domestic Fundamentals:

**Wheat arrivals across Uttar Pradesh, Punjab, Haryana, and Rajasthan are likely to enter the markets over two weeks later than usual as recent rainfall is seen delaying harvest of the standing crops.**

**Rain and hailstorm have been reported in certain wheat growing regions of Punjab.** Farmers are worried of the crop loss. The fields filled with rainwater are expected to deteriorate the quality of the sprouting grains and the wheat stems were flattened. However the exact crop damage will be clear in the next few days.

**As per Uttarakhand government, Minimum Support Price (MSP) of Wheat has been hiked by Rs. 65 to Rs. 1,925 per quintal from 1,860 per quintal.**

**As per the latest update wheat cash market is likely to trade steady to weak amid new crop arrival in Madhya Pradesh.** Stockists are offloading stocks in Rajasthan ahead of the new crop arrival expected by next week. In Uttar Pradesh arrival is likely to be delayed following recent rainfall.

**As per Govt. sources the second crop forecast of India is projected to produce a record 106.2 million tonnes** of wheat crop in 2019-20 because of favourable weather conditions and improve crop yields. Wheat output is expected to go up by 2.5% in the crop year. Which expected to reach 291.9 million tonnes in 2019-20 from 285.2 million tonnes last year.

**As per latest update, area sown until 31<sup>st</sup> January-20 is 336.18 lakh hectares compared to 299.30 lakh hectare** in the previous Rabi season. The normal area is 305.58 lakh hectares. Acreage under wheat has increased in the states of Madhya Pradesh, Gujarat, Maharashtra and Rajasthan till date.

**As per market experts bumper production seems on the card** despite unseasonal rains and locusts attack in Rajasthan. This year there will be record food grain production led by wheat along with corn and jowar. Wheat production during Rabi 2019-20 is estimated at 109 MMT which is 6.27% higher than last year production of 102.1 MMT. Production of wheat is expected to increase following higher acreage amid increase in MSP. Farmers prefer wheat over other Rabi crops in irrigated areas because of assured return as FCI undertakes procurement at MSP. Secondly, prolonged cold waves and winter rainfall in certain states have contributed to increase in yield of wheat.

**As per market sources, wheat stock in central pool as on 1st February'20 stood at 303.66 lakh tonnes down by 7.41% compared to last month.** This quantity is higher by around 26.89% 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. Therefore, government has abundant supplies this year to tackle any unexpected rise in wheat prices by selling more quantity in open market.

**All India weekly average prices declined by 0.45 percent to Rs. 2128.15 per quintal during the week ended 8th March 2020.** Wheat average price were ruling at Rs 2137.82 per quintal during 24-28 February 2020. As compared to prices in the week 01-08 March 2019, the prices are higher by 6.01 percent. Prices are expected to trade steady to weak in coming days amid new crop arrival in the market. Though unseasonal rains, yellow rust and locust attacks have been reported in some areas, bumper production is expected this season.

### International Market Update:

**As of March 2, Ukraine's Ministry for the Development of Economy, Trade and Agriculture** pegged the country's total wheat exports at 16.6 MMT. Total Ukrainian grain exports to date are 24% ahead of last year's pace at 40.9 MMT.

**Ukraine's Grain Traders Union predicts the country's 2020 wheat output will total 25.8 MMT, 11% less than last year's record of 29.0 MMT.**

**Unseasonably warm, rainy weather is impacting French common (non-durum) wheat conditions.** France's agricultural office, FranceAgriMer, reported 65% of the country's soft wheat in good to excellent condition compared to 85% this time last year. French durum planting is nearly complete and 67% of the crop is in good to excellent condition. According to Stratégie Grains, French common wheat production is expected to fall 14% in 2020/21 to 33.8 MMT on decreased planted area and lower average yields.

**According to the latest monthly supply and demand report released by the USDA, output of wheat is raised** on higher production forecasts for India and Argentina more than offsetting reductions for Turkey and Australia. India's production is raised 1.4 MMT to a record 103.6 MMT, mainly on an updated government production estimate. World exports are increased by 0.8 MMT to 183.6 MMT as higher exports by Russia and Argentina more than offset reductions for Canada and Australia. Russia's exports are increased 1.0 MMT to 35.0 MMT, primarily on higher projected imports by Turkey as Russia is its leading supplier. Global consumption is raised 0.7 MMT tons as increases for Turkey, Bangladesh, and Canada more than offset reductions for the EU, Iraq, and Lebanon. Global ending stocks are projected lower this month but remain record large for the 2019/20 crop year at 287.1 MMT with China comprising 52 percent of the total.

Wheat Futures Contact: NCDEX Price							Date: 12.03.2020 at 5:00 PM		
Contract Month	+/-	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
20-Mar	-31	2031	2000	2000	2000	10	0	10	0
20-Apr	0	1855	1855	1855	1855	20	10	10	0
20-May	0	1855	1855	1855	1855				

Spread	Feb-20	Mar-20	Apr-20
Spot Narella	2100		
20-Feb	-100		
20-Mar		-145	
20-Apr			0

Stocks	Demat	In-Process	Total	EDD
	11.Mar.20	11.Mar.20	11.Mar.20	09.Mar.20
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	-	-	-	-
Baran	-	-	-	-

### Wheat Daily Prices and Arrivals on 12.03.2020

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			12-Mar-20	11-Mar-20	
Delhi	Lawrence Road	Mill Delivery	2210	2220	-10
	Narella	Mill Quality Loose	2100	Closed	-
	Nazafgarh	Mill Quality Loose	2100	Closed	-
Gujarat	Rajkot	Mill Delivery	1750	1775	-25
	Ahmedabad	Mill Delivery	1875	1920	-45
	Surat	Mill Delivery	1920	1900	20
	Dhrol	Mill Quality Loose	1865	2130	-265
M.P.	Indore	Mill Delivery	1950	1975	-25
	Bhopal	Mill Quality Loose	1850	1800	50
Rajasthan	Kota	Mill Quality Loose	1850	1850	Unch
		Mill Delivery	1950	1950	Unch
U.P.	Kanpur	Mill Delivery	NR	NR	-
	Mathura	Mill Quality Loose	Closed	Closed	-
	Kosi	Mill Quality Loose	Closed	Closed	-
	Hathras	Mill Quality Loose	2000	Closed	-

	Aligarh	Mill Quality Loose	2030	Closed	-
Punjab	Khanna	Mill Quality Loose	NA	1960	-
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	2030	2030	Unch
	Hodal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	2050	2050	Unch
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	2300	2300	Unch
	Madurai	Mill Quality	2357	2357	Unch
	Coimbatore	Mill Quality	2357	2357	Unch
Bihar	Khagariya	Mill Delivery	2000	2100	-100
	Muzaffarpur	Mill Delivery	2025	2050	-25
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			12-Mar-20	11-Mar-20	
Gujarat	Rajkot	Lokwan	1800	1825	-25
M.P.	Indore	Lokwan	2300	2200	100
	Bhopal	Lokwan	1950	1950	Unch
	Bina	Sarbati 306	Closed	Closed	-
Rajasthan	Kota	Lokwan Bilty	2050	2100	-50
	Baran	Lokwan	NA	NA	-

### Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			12-Mar-20	11-Mar-20	
Delhi	Lawrence Road	Mill Delivery	8000	2500	5500
	Narella	Mill Quality Loose	200	150	50
	Nazafgarh	Mill Quality Loose	50	60	-10
Gujarat	Rajkot	Mill Quality Loose	11000	9000	2000
	Dhrol	Mill Quality Loose	105	12	93

<b>M.P.</b>	Indore	Mill Quality Loose	5000	10000	<b>-5000</b>
<b>Rajasthan</b>	Kota	Mill Quality	5000	1500	<b>3500</b>
<b>U.P.</b>	Kanpur	Mill Quality Loose	NR	NR	-
	Mathura	Mill Quality Loose	Closed	Closed	-
	Kosi	Mill Quality Loose	Closed	Closed	-
	Hathras	Mill Quality Loose	150	Closed	-
	Aligarh	Mill Quality Loose	250	Closed	-
<b>Punjab</b>	Khanna	Mill Quality Loose	NA	600	-
	(Ludhiana).Jagraon	Mill Quality Loose	NA	NA	-
<b>Haryana</b>	Sirsa	Mill Quality Loose	200	200	<b>Unch</b>
	Hodal	Mill Quality Loose	50	50	<b>Unch</b>
	Bhiwani	Mill Quality Loose	300	Closed	-
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

### Wheat (CBOT) Future Price: 11.03.2020

Contract Month	Open	High	Low	Close	Change
<b>20-Mar</b>	527.25	527.50	517.25	517.25	<b>-9.50</b>
<b>20-May</b>	521.75	524.75	511.75	512.75	<b>-9.50</b>
<b>20-Jul</b>	520.75	523.50	512.00	513.25	<b>-8.25</b>
<b>20-Sep</b>	526.75	529.00	519.00	520.00	<b>-7.50</b>
<b>20-Dec</b>	536.75	540.00	530.50	531.75	<b>-6.50</b>
<b>21-Mar</b>	547.00	549.25	540.75	541.75	<b>-5.75</b>

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