

Wheat Domestic Fundamentals:

The Food Corporation of India (FCI) has been able to buy half of its wheat procurement target of 40.7 million tonne by Wednesday despite a delayed start this year as Punjab has exceeded expectation by purchasing nearly 75% of its target in only 22 days.

According to FCI the latest procurement data by FCI and state agencies as on 6th of may Punjab 100.16 LMT followed by Haryana 47.65 LMT, Uttar Pradesh 8.73 LMT, Madhya Pradesh 44.46 LMT and Rajasthan 2.36 LMT.

In Madhya Pradesh a record procurement of more than five lakh metric tonnes was made in a single day. So far, a total of 45 lakh metric tonnes of wheat have been purchased from eight lakh farmers in the state. The purchase made in 40 days last year, has been made in 20 days this year. An amount of Rs 4,175 crore has been paid to 4 lakh 90 thousand farmers.

According to Punjab state Govt, Punjab had procured 100 lakh metric tonne of wheat in a record 20 days on Wednesday. An additional 35 lakh metric tonne of wheat is expected to be procured in the coming days.

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According to FCI the state wise procurement of wheat till 01.05.2020 was Punjab 74.16 LMT, Haryana 33.74, U.P 5.92 LMT and M.P 27.60 LMT and Rajasthan 1.40 LMT respectively.

According to Punjab state Govt “over 2.22 lakh metric tonnes (MT) of wheat has arrived at grain markets in the district so far”. Almost 32% of the crop has arrived at the markets and harvesting will be completed with next 10 days. Government agencies have procured around 2.14 lakh MT of wheat till date.

Wheat is being procured through 167 purchasing centers in the Behaich district. According to District Food Marketing Officer, 12 thousand MT of wheat has been purchased in the district. However, many purchasing centers had problems in purchase due to lack of sacks. This was due to the closure of jute mills during lock down. On which sacks have been collected from the Kotdars.

With the harvesting and purchase of rabi production, the time of sowing of kharif in May is also on the head. In such a situation, some states have started direct procurement of crops, while other states have adopted new methods to deal with this issue. While the procurement of wheat in Punjab and Haryana is on the upswing, Madhya Pradesh and Rajasthan have just kept the pace of their procurement and asked the farmers to bring their produce to small groups so that the mandis do not get crowded.

According to the Govt. the wheat procurement for the central pool has crossed 13 million tonnes with Punjab leading the chart with 6.8 MT followed by Haryana (3.0 MT) and Madhya Pradesh (2.5 MT). The government targets to procure 40 million tonnes by June.

International Market Update:

European Union wheat exporters are set to record their best export season for years with record shipments expected from top exporter France, traders said on Wednesday. For the current July 2019/June 2020 season, the EU Commission this week raised its monthly forecast for exports of soft wheat, or common wheat, from the EU plus Britain to 31.8 million tonnes, a four-year high.

Ukrainian farmers since the beginning of 2019-2020 Marketing Year, exported 19.08 million tonnes of wheat, which is 95% of the export ceiling of 20.2 million tonnes, approved by the Ministry for Development of Economy, Trade, and Agriculture.

According wheat forecast for global wheat production in the 2020/21 season, driven partly by downward revisions for Russia, Ukraine and the European Union. The inter-governmental body cut its global wheat crop forecast by 4 million tonnes to 764 million tonnes, as less than ideal conditions are harming crop prospects in Europe and the Black Sea region. Dry weather has been a concern although there have been some recent showers in Ukraine and the European Union, and rains are expected to arrive in Russia's southern regions in early May.

Argentina is forecast to harvest a record wheat crop in 2020-21 at 20.2 million tonnes, according to a (GAIN). Argentine farmers are projected to expand wheat area to 6.53 million hectares, a 2% increase over the previous year. If realized it will be the largest planted area in 13 years

Ukraine's wheat exports dropped 37% the week of April 18-24 following a record jump in the previous week, Government officials have said the nation is ready to ban wheat exports if the total exceeds 20.2 million tonnes. According to

Wheat Futures Contract: NCDEX Price							Date: 07.05.2020 at 5:00 PM		
Contract Month	+/-	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
20-May	0	-	-	-	1924				
20-June	0	-	-	-	1932				
20-July	0	-	-	-	1939				

Spread	May-20	June-20	July-20
Spot Narella	-		
20-May	-		
20-June		7	
20-July			8

Stocks	Demat	In-Process	Total	EDD
	23.Apr.20	23.Apr.20	23.Apr.20	20.Apr.20
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	-	-	-	-
Baran	-	-	-	-

Wheat Daily Prices and Arrivals on 07.05.2020

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			07-May-20	06-May-20	
Delhi	Lawrence Road	Mill Delivery	1960	1960	Unch
	Narella	Mill Quality Loose	1815	Closed	-
	Nazafgarh	Mill Quality Loose	NA	Closed	-
Gujarat	Rajkot	Mill Delivery	1800	1800	Unch
	Ahmedabad	Mill Delivery	1900	1900	Unch
	Surat	Mill Delivery	2000	1950	50
	Dhrol	Mill Quality Loose	1720	NR	-
M.P.	Indore	Mill Delivery	Closed	Closed	-
	Bhopal	Mill Quality Loose	1925	1900	25
Rajasthan	Kota	Mill Quality Loose	Closed	1725	-
		Mill Delivery	Closed	1825	-
U.P.	Kanpur	Mill Delivery	2000	2000	Unch
	Mathura	Mill Quality Loose	1820	1815	5
	Kosi	Mill Quality Loose	1850	1850	Unch
	Hathras	Mill Quality Loose	1800	1810	-10
	Aligarh	Mill Quality Loose	1840	Closed	-
Punjab	Khanna	Mill Quality Loose	1925	1925	Unch
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1925	1925	Unch

	Hodal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1850	1850	Unch
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	Closed	2100	-
	Madurai	Mill Quality	Closed	2157	-
	Coimbatore	Mill Quality	Closed	2157	-
Bihar	Khagariya	Mill Delivery	1900	1900	Unch
	Muzaffarpur	Mill Delivery	1900	1900	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			07-May-20	06-May-20	
Gujarat	Rajkot	Lokwan	1850	1850	Unch
M.P.	Indore	Lokwan	Closed	Closed	-
	Bhopal	Lokwan	NA	NA	-
	Bina	Sarbati 306	Closed	Closed	-
Rajasthan	Kota	Lokwan Bilty	Closed	1950	-
	Baran	Lokwan	Closed	NA	-

Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			07-May-20	06-May-20	
Delhi	Lawrence Road	Mill Delivery	8000	8000	Unch
	Narella	Mill Quality Loose	2000	Closed	-
	Nazafgarh	Mill Quality Loose	NA	Closed	-
Gujarat	Rajkot	Mill Quality Loose	6000	6500	-500
	Dhrol	Mill Quality Loose	385	NR	-
M.P.	Indore	Mill Quality Loose	Closed	Closed	-
Rajasthan	Kota	Mill Quality	Closed	25000	-
U.P.	Kanpur	Mill Quality Loose	2000	2000	Unch
	Mathura	Mill Quality Loose	6000	10000	-4000
	Kosi	Mill Quality Loose	2000	2000	Unch
	Hathras	Mill Quality Loose	500	1000	-500
	Aligarh	Mill Quality Loose	5000	Closed	-
Punjab	Khanna	Mill Quality Loose	20000	20000	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	8000	8000	Unch
	Hodal	Mill Quality Loose	10000	25000	-15000

	Bhiwani	Mill Quality Loose	2000	4000	-2000
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat (CBOT) Future Price: 24.04.2020					
Contract Month	Open	High	Low	Close	Change
20-May	521.25	524.75	521.25	524.75	-0.75↓
20-Jul	520.00	521.75	513.00	517.50	-3.25↓
20-Sep	523.25	524.25	516.75	520.75	-3.00↓
20-Dec	531.50	532.75	525.25	529.00	-3.00↓
21-Mar	539.25	540.25	533.25	536.75	-2.75↓
21-May	540.00	540.00	536.25	539.00	-2.75↓

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