

Wheat Domestic Fundamentals:

According to the data published on the Food Corporation of India (FCI) website, government agencies across the country have purchased 389.44 lakh tonnes of wheat in the current Rabi marketing year 2020-21.

FCI aims to promote increased purchases by private buyers under OMSS, which came down to nil in June, who didn't wish to be identified. The FCI has run out of storage facilities, and needs to offload the excess stock. The wholesale market price of wheat is less than the central agency's rate. Under OMSS, the FCI currently sells 'Grade A' wheat at Rs 2,135/quintal and the 'Grade B' at Rs 2,080/quintal. However, these rates are significantly higher than the current market prices of Rs 1,850-1,920/quintal. Under the scheme can be reduced to Rs 1,640/quintal for 'Grade A'. According to the consumer affairs ministry official wheat price under the scheme can be reduced to Rs 1,640/quintal for 'Grade A'.

In Madhya Pradesh three different co-operatives got drenched in rain due to lack of storage system for purchased wheat from farmers. the employees of the concerned institutions put wheat in yards for grading purpose. Residents living near that area are facing stink issues, due to which they've a punchnama for disposing off unusable wheat.

The Delhi government decided to provide monthly free ration from July to all PDS card holders till November 2020. This particular scheme helps nearly 71,40,938 people who get subsidized food grains. These include 68,465 Antodya Anna Yojna (AAY) households with 2,78,954 beneficiaries. The price is Rs 2 per kg for wheat and Rs 3 per kg for rice, which shall not be charged from the NFS beneficiaries while obtaining the ration from July till November. Regular entitlement under AAY category is 25 kg wheat per household, 10 kg rice per, household and one kg sugar per household.

Uttar Pradesh, has fallen short of its wheat purchase target this year as the agencies could purchase only 35.76 lakh tons of wheat against the set target to purchase 55 lakh tons. Last year the government had purchased 37.04 lakh tons of wheat.

The Haryana government will distribute wheat and pulses free of cost from July to November 2020 under the Pradhan Mantri Garib Kalyan Anna Yojana. The Food Civil Supplies and Consumer Affairs Department made pink, yellow and khaki ration card holders 5 kg per member wheat and one kg pulses per family free per month from April to June 2020 under the scheme in lockdown.

Prime Minister had yesterday announced the extension of Pradhan Mantri Garib Kalyan Ann Yojana till the end of November 2020. He said that the PMGKAY scheme is extended from July till the end of November 2020. the Department of Food and PD has worked out estimated cost under TPDS @ 5 Kg per person per month for three months i.e. April-June, 2020 would entail an estimated subsidy of Rs. 44,131 crore taking the estimated Economic Cost of Rs. 26,838.40/MT for wheat (as per BE 2020-2021).

FCI will now procure wheat at Kota-Bundi on support price till 7 July. The Food-Public Distribution Ministry has issued its orders on Tuesday.

India on Tuesday deployed a helicopter and a dozen drones spraying insecticide to stop desert locusts that have spread to nine heartland states of the world's second-biggest producer of wheat. The move came after swarms invaded Gurugram, India battling its worst desert locust outbreak for decades, pressed into service 12 drones to track the movement of locusts and spray insecticides on the swarms.

As per the Food Corporation of India report dated 28.06.2020, FCI currently has 550.31 LMT wheat.

International Market Update:

Fifty-six percent of the 2020 winter wheat acreage had been harvested by July 5, fourteen percentage points ahead of last year and 1 point ahead of the 5-year average. In Kansas, 80 percent of the state's winter wheat acreage was harvested by July 5, twenty-eight percentage points ahead of last year and 4 points ahead of average. As of July 5, fifty-one percent of the 2020 winter wheat acreage was reported in good to excellent condition, 1 percentage point below the previous week and 13 points below the same time last year.

According to a Ukrainian agriculture consultancy firm. Ukraine is poised to harvest a smaller and poorer quality wheat crop than last year, UkrAgroConsult is forecasting 25.9 million tonnes of production, down from 29.1 million tonnes last year. Crop quality in the northern part of the country will be poor and there is the possibility that will be the case in the west and southwest regions as well. "Intense rain has contributed towards the development of disease, which will negatively affect the quality of the wheat."

Wheat Futures Contract: NCDEX Price							Date: 13.07.2020 at 5:00 PM		
Contract Month	+/-	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
20-July	0	-	-	-	1897				
20-Aug	0	-	-	-	1905				
20-Sep	0	-	-	-	1905				

Spread	Jul-20	Aug-20	Sep-20
Spot Narella	-	-	-
20-Jul	-	-	-
20-Aug	-	-	-
20-July	-	-	-

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

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			13-Jul-20	11-Jul-20	
Delhi	Lawrence Road	Mill Delivery	1980	1965	15
	Narella	Mill Quality Loose	1850	1860	-10
	Nazafgarh	Mill Quality Loose	1800	1810	-10
Gujarat	Rajkot	Mill Delivery	1810-1815	1820	-
	Ahmedabad	Mill Delivery	1885	1890	-5
	Surat	Mill Delivery	1935	1930	5
	Dhrol	Mill Quality Loose	1740	NA	-
M.P.	Indore	Mill Delivery	1875	1900	-25
	Bhopal	Mill Quality Loose	1775	1800	-25
Rajasthan	Kota	Mill Quality Loose	1730	1750	-20
		Mill Delivery	1850	1865	-15
U.P.	Kanpur	Mill Delivery	2000	Closed	-
	Mathura	Mill Quality Loose	1775	Closed	-
	Kosi	Mill Quality Loose	1870	Closed	-
	Hathras	Mill Quality Loose	1800	Closed	-
	Aligarh	Mill Quality Loose	1790	Closed	-
Punjab	Khanna	Mill Quality Loose	1800	1800	Unch
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1860	1860	Unch
	Hodal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1700	1700	Unch

	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	2200	2200	Unch
	Madurai	Mill Quality	2257	2257	Unch
	Coimbatore	Mill Quality	2257	2257	Unch
Bihar	Khagariya	Mill Delivery	2000	2000	Unch
	Muzaffarpur	Mill Delivery	1850	1800	50
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			13-Jul-20	11-Jul-20	
Gujarat	Rajkot	Lokwan	1850	1850	Unch
M.P.	Indore	Lokwan	2200	2200	Unch
	Bhopal	Lokwan	1950	1950	Unch
	Bina	Sarbati 306	2350	2300	50
Rajasthan	Kota	Lokwan Bilty	1900	1950	-50
	Baran	Lokwan	NA	NA	-

Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			13-Jul-20	11-Jul-20	
Delhi	Lawrence Road	Mill Delivery	8000	5000	3000
	Narella	Mill Quality Loose	1500	1000	500
	Nazafgarh	Mill Quality Loose	500	150	350
Gujarat	Rajkot	Mill Quality Loose	2700	1500	1200
	Dhrol	Mill Quality Loose	150	NA	-
M.P.	Indore	Mill Quality Loose	4000	2500	1500
Rajasthan	Kota	Mill Quality	10000	10000	Unch
U.P.	Kanpur	Mill Quality Loose	2500	Closed	-
	Mathura	Mill Quality Loose	2000	Closed	-
	Kosi	Mill Quality Loose	1200	Closed	-
	Hathras	Mill Quality Loose	300	Closed	-
	Aligarh	Mill Quality Loose	2000	Closed	-
Punjab	Khanna	Mill Quality Loose	500	400	100
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	100	50	50
	Bhiwani	Mill Quality Loose	100	300	-200
	Karnal	Mill Delivery	NA	NA	-

	Panipat	Mill Quality Loose	NA	NA	-
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Wheat Products Delhi	13-Jul-20	11-Jul-20	Change
Atta (50kg) Ordinary	1080	1050	30
Maida Grade 1 (50KG)	1180	1160	20
Suji (50kg)	1240	1210	30
Chokar (50 kg)	750	725	25
Chokar (34 kg)	450	425	25
Chakki Atta (50kg)	NA	NA	-
Chakki Atta (50kg) Special	NA	NA	-
Chakki Atta (90kg) Superfine	NA	NA	-
Chakki Atta (50kg) Superfine	NA	NA	-

Wheat (CBOT) Future Price: 13.07.2020					
Contract Month	Open	High	Low	Close	Change
Jul-20	536.00	536.00	524.75	524.75	-11.00↓
Sep-20	528.00	535.50	522.25	524.75	-9.25↓
Dec-20	533.00	541.00	528.00	531.25	-7.75↓
Mar-21	538.75	545.75	533.25	537.50	-5.50↓
May-21	541.25	548.25	537.25	540.50	-4.00↓
Jul-21	538.50	543.50	532.50	537.25	-1.50↓

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