

**Wheat Domestic Fundamentals:**

**Prices of Wheat in the key spot market of Delhi fell today due to a decline in bulk demand**, traders said. In Delhi, arrivals were steady at 1,000 bags (1 bag = 100 kg). Prices in Jaipur also fell due to steady supply and weak demand. In Jaipur, arrivals were pegged steady at 1,000 bags.

**All India weekly average prices decreased by 11.22 percent YoY** to Rs. 1887.44 per quintal during the week ended 07<sup>th</sup> Sep 2020. Wheat average prices were ruling at Rs 2125.92 per quintal during 1<sup>st</sup> Sep-7<sup>th</sup> Sep 2019. As compared to prices in the last week 24<sup>th</sup>-31<sup>st</sup> Aug 2020, the prices are firm by 1.60 percent. Prices may go down despite festive season as supply is expected to increase from the central pool at discounted prices. However, free distribution of wheat till Nov would prevent the market from rising significantly.

**According to a parliamentary standing committee report presented** on Wednesday to Rajya Sabha, India exports only one per cent of its agri products, India exports only 0.2 per cent of its wheat. Committee called for upgrading agri infrastructure, improving efficiency levels in the supply chain and putting emphasis on value addition.

**Government has sold 171620 tonnes of wheat in OMSS through E-Auctions in the Fourth week of August'20.** No rakes were sold. State government and bulk consumers bought 105280 tonnes and 66340 tonnes of wheat respectively.

**Wheat purchase was reduced by wheat flour mills in Madhya Pradesh due to which business remained sluggish.** During the current week, the prices of wheat in Madhya Pradesh declined by Rs 25/50. With this downward trend, Indore remained at 1600/2300 rupees, Dewas 1500/2150 rupees, Ujjain 1550/2100 rupees per quintal at the weekend. Currently demand is expected to increase.

**The government may continue to levy freight charges on sale of wheat** under its open market sale scheme, since it is hopeful of pushing out excess stocks after the recent reduction in the base price of wheat.

**Indian FoB quote is hovering around \$236.03 per tonne while Russia, Ukraine, France, US and Australia** are offering wheat at \$199.29, \$200.50, Euro 185.88, \$229.90 and \$229.28 per tonne respectively. There is little hope for recovery on the export front this year. However, India is expected to import around up to 4 thousand tonnes in MY 2019-20.

**International Market Update:**

**The 2020 U.S. HRW and SRW harvests are officially complete and preparations for the 2021 crop** have now begun. The PNW SW harvest made strong progress this week on favorable field conditions. Farmers in Washington have harvested 88% of the expected SW crop. Idaho's SW crop is 94% harvested and Oregon's SW harvest is now complete.

**According to Agritel, a European agriculture consultancy, French soft (non-durum) wheat production** is expected to fall 25% on the year to 29.5 MMT following an overly wet fall in 2019 and an extremely dry growing season throughout 2020. The consultancy believes the drop in production could result in a 40% decrease in French soft wheat exports in marketing year 2020/21.

**According to Ukrainian grain traders union UGA said the country's 2020 wheat crop** output at 26.6 million tonnes. Ukraine is likely to export 17.5 million tonnes of wheat, in the 2020/21 season.

**According to USDA's August Crop Production report, total 2020 Montana HRW production** may go down 21% to 2.05 MMT on significantly reduced planted area. However, HRW conditions remained strong and the state could see a record average yield per acre, weather permitting.

**Russian farmers have harvested 67.4 MMT of wheat as of Aug, 18% ahead** of this time last year. According to the country's Ministry of Agriculture, the total average yield is up slightly this year at 53.3 bu/acre (3.58 MT/ha).

**Russian wheat export prices steadied last week after a three-week long fall that had been triggered** by pressure from the promising new crop, Russian wheat with 12.5% protein loading from Black Sea ports was at \$202 a tonne free on board (FOB) at the end of last week, up \$1 from the week before, agriculture consultancy IKAR said in a note.

**Bulgaria harvested 4.53 million tonnes of wheat out of 97.6% of sown area, 20% less** when compared with the same period a year ago due to extensive drought, operational data on grain crops from the agriculture ministry showed on Friday.

**According to economy minister Beirut, Lebanon's main grain silo at Beirut port** was destroyed in a blast, leaving

Wheat Futures Contract: NCDEX Price							Date: 08.09.2020 at 5:00 PM		
Contract Month	+/-	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
20-Aug	0	-	-	-	1768				
20-Sep	0	-	-	-	1774				
20-Oct	0	-	-	-	1780				

Spread	Jul-20	Aug-20	Sep-20
Spot Narella	-	-	-
20-Aug	-	0	-
20-Sep	-	-	7
20-Oct	-	-	-

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

### Wheat Daily Prices and Arrivals

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			8-Sep-20	7-Sep-20	
Delhi	Lawrence Road	Mill Delivery	1860	1850	10
	Narella	Mill Quality Loose	1715	1650	65
	Nazafgarh	Mill Quality Loose	1700	1600	100
Gujarat	Rajkot	Mill Delivery	1625	1620	5
	Ahmedabad	Mill Delivery	1720	1700	20
	Surat	Mill Delivery	1760	1750	10
	Dhrol	Mill Quality Loose	NR	NR	-
M.P.	Indore	Mill Delivery	1720	Closed	-
	Bhopal	Mill Quality Loose	1600	Closed	-
Rajasthan	Kota	Mill Quality Loose	1575	1550	25
		Mill Delivery	1720	1675	45
U.P.	Kanpur	Mill Delivery	1740	1700	40
	Mathura	Mill Quality Loose	1670	1630	40
	Kosi	Mill Quality Loose	1730	1730	Unch
	Hathras	Mill Quality Loose	1650	1620	30
	Aligarh	Mill Quality Loose	1670	1630	40
Punjab	Khanna	Mill Quality Loose	1725	1725	Unch
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1730	1730	Unch
	Hodal	Mill Delivery	NA	NA	-

	Bhiwani	Mill Quality Loose	1610	1610	Unch
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	2000	2000	Unch
	Madurai	Mill Quality	2057	2057	Unch
	Coimbatore	Mill Quality	2057	2057	Unch
Bihar	Khagariya	Mill Delivery	1850	1850	Unch
	Muzaffarpur	Mill Delivery	1590	1590	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			8-Sep-20	7-Sep-20	
Gujarat	Rajkot	Lokwan	1775	1775	Unch
M.P.	Indore	Lokwan	2000	Closed	-
	Bhopal	Lokwan	1650	Closed	-
	Bina	Sarbati 306	2400	Closed	-
Rajasthan	Kota	Lokwan Bilty	1800	1800	Unch
	Baran	Lokwan	NA	NA	-

#### Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			8-Sep-20	7-Sep-20	
Delhi	Lawrence Road	Mill Delivery	6000	6000	Unch
	Narella	Mill Quality Loose	300	500	-200
	Nazafgarh	Mill Quality Loose	250	500	-250
Gujarat	Rajkot	Mill Quality Loose	1200	1400	-200
	Dhrol	Mill Quality Loose	NR	NR	-
M.P.	Indore	Mill Quality Loose	3000	Closed	-
Rajasthan	Kota	Mill Quality	4500	6000	-1500
U.P.	Kanpur	Mill Quality Loose	800	1000	-200
	Mathura	Mill Quality Loose	300	450	-150
	Kosi	Mill Quality Loose	200	200	Unch
	Hathras	Mill Quality Loose	300	300	Unch
	Aligarh	Mill Quality Loose	300	500	-200
Punjab	Khanna	Mill Quality Loose	500	400	100
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	200	300	-100
	Hodal	Mill Quality Loose	50	50	Unch
	Bhiwani	Mill Quality Loose	300	500	-200

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

Wheat Products Delhi	8-Sep-20	7-Sep-20	Change
Atta (50kg) Ordinary	NA	NA	-
Maida Grade 1 (50KG)	NA	NA	-
Suji (50kg)	NA	NA	-
Chokar (50 kg)	NA	NA	-
Chokar (34 kg)	NA	NA	-
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: 08.09.2020					
Contract Month	Open	High	Low	Close	Change
<b>Sep-20</b>	542.00	544.00	539.00	539.75	-3.50↓
<b>Dec-20</b>	553.50	556.25	546.50	550.25	-3.00↓
<b>Mar-21</b>	562.25	564.25	555.25	558.75	-3.00↓
<b>May-21</b>	566.75	568.25	559.50	563.50	-2.50↓
<b>Jul-21</b>	563.00	565.50	557.75	561.50	-2.00↓
<b>Sep-21</b>	568.50	570.25	563.00	566.75	-1.25↓

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