

Wheat Domestic Fundamentals:

According to traders, Wheat prices rose in Jaipur due to firm demand and a fall in arrivals. In Jaipur, arrivals were pegged at 1,000 bags (1 bag = 100 kg), compared with 1,200 bags on Wednesday. In Indore, wheat prices were unchanged as demand and supply of the food grain were steady. Arrivals were pegged at 3,000 bags at the market.

All India weekly average prices decreased by 11.22 percent YoY to Rs. 1887.44 per quintal during the week ended 07th Sep 2020. Wheat average prices were ruling at Rs 2125.92 per quintal during 1st Sep-7th Sep 2019. As compared to prices in the last week 24th-31st 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 3390 tonnes of wheat in OMSS through E-Auctions in the First week of September'20. No rakes were sold. No purchase by state Government only bulk consumers bought 3390 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:

According to the Buenos Aires Grains Exchange, Argentine wheat was refreshed by rains on the Pampas grains belt last week but remained in need of more moisture if yields are to recover from a months-long dry spell.

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

Wheat Futures Contract: NCDEX Price

Date: 12.09.2020 at 5:00 PM

Contract Month	+/-	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
20-Aug	0	-	-	-	1759				
20-Sep	0	-	-	-	1765				
20-Oct	0	-	-	-	1771				

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
			12-Sep-20	11-Sep-20	
Delhi	Lawrence Road	Mill Delivery	1840	1810	30
	Narella	Mill Quality Loose	1660	1680	-20
	Nazafgarh	Mill Quality Loose	1660	1670	-10
Gujarat	Rajkot	Mill Delivery	1620	1620	Unch
	Ahmedabad	Mill Delivery	1715	1700	15
	Surat	Mill Delivery	1750	1750	Unch
	Dhrol	Mill Quality Loose	NA	1540	-
M.P.	Indore	Mill Delivery	1780	1750	30
	Bhopal	Mill Quality Loose	1630	1630	Unch
Rajasthan	Kota	Mill Quality Loose	1580	1550	30
		Mill Delivery	1750	1675	75
U.P.	Kanpur	Mill Delivery	1750	1750	Unch
	Mathura	Mill Quality Loose	1685	1690	-5
	Kosi	Mill Quality Loose	1700	1700	Unch
	Hathras	Mill Quality Loose	1625	1625	Unch
	Aligarh	Mill Quality Loose	1660	1660	Unch
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	1650	1650	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	1700	1700	Unch
	Muzaffarpur	Mill Delivery	1750	1775	-25
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			12-Sep-20	11-Sep-20	
Gujarat	Rajkot	Lokwan	1750	1750	Unch
M.P.	Indore	Lokwan	2100	2100	Unch
	Bhopal	Lokwan	1650	1650	Unch
	Bina	Sarbati 306	2400	2400	Unch
Rajasthan	Kota	Lokwan Bilty	1900	1900	Unch
	Baran	Lokwan	NA	NA	-

Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			12-Sep-20	11-Sep-20	
Delhi	Lawrence Road	Mill Delivery	4000	4500	-500
	Narella	Mill Quality Loose	500	250	250
	Nazafgarh	Mill Quality Loose	200	150	50
Gujarat	Rajkot	Mill Quality Loose	1400	1200	200
	Dhrol	Mill Quality Loose	NA	253	-
M.P.	Indore	Mill Quality Loose	3000	4000	-1000
Rajasthan	Kota	Mill Quality	10000	3000	7000
U.P.	Kanpur	Mill Quality Loose	700	500	200
	Mathura	Mill Quality Loose	400	400	Unch
	Kosi	Mill Quality Loose	100	120	-20
	Hathras	Mill Quality Loose	600	800	-200
	Aligarh	Mill Quality Loose	400	600	-200
Punjab	Khanna	Mill Quality Loose	300	500	-200
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	30	30	Unch
	Bhiwani	Mill Quality Loose	300	250	50
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	12-Sep-20	11-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: 11.09.2020					
Contract Month	Open	High	Low	Close	Change
Sep-20	543.00	543.00	533.75	533.75	-6.25↓
Dec-20	548.25	552.25	539.75	542.00	-6.25↓
Mar-21	556.75	560.75	549.00	550.75	-6.50↓
May-21	563.00	566.00	554.75	557.00	-5.75↓
Jul-21	562.00	565.00	555.00	557.00	-5.00↓
Sep-21	566.25	570.25	561.00	562.75	-4.50↓

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