

**Wheat Domestic Fundamentals:**

**All India's weekly average prices decreased by 14.35 percent YoY to Rs. 1788.49 per quintal during the week ended 30<sup>th</sup> Sep 2020.** Wheat average prices were ruling at Rs 2161.99 per quintal during 24<sup>th</sup> Sep-30<sup>th</sup> Sep 2019. As compared to prices in the last week, 16<sup>th</sup>-23<sup>rd</sup> Sep 2020, the prices are high by 3.54 percent. The wheat market has stabilized, and prices are unlikely to rise till Dusshera & Diwali festival. But the prices of wheat seem to have hit bottom, and unlikely to drop further.

**Prices of in Jaipur, a key market, were down as demand from bulk buyers softened** amid steady supply of the food grain at 1,000 bags (1 bag = 100 kg). In Indore, too, wheat prices fell as demand was weak, traders said. Arrivals were steady at 1,500 bags (1 bag = 100 kg).

**Changes in the weather system and the prices of crops directly impact the sowing of Rabi.** Due to this, the trend of farmers of the Rajasthan state has reduced towards wheat in the last five years. Instead, the trend of farmers has increased towards the production of Gram. Officials of the agriculture department are also putting up mini kits and exhibitions of Gram instead of wheat. Simultaneously, the trend has also changed due to the sowing affected due to the lack of a favorable environment at the time of sowing.

**The agriculture department in Himachal Pradesh has reduced the price of wheat seed by two rupees per kg. In 2019,** the seed at agricultural centers was sold at Rs 33 per kg. This year, 31 kg is being sold. During the Corona period, the trend towards farming has increased. The agriculture department is in high demand for seeds. For this reason, the department has asked for five hundred quintals more seeds than last year. Out of the total demand of 12 thousand quintal seeds, eight thousand quintal seeds have reached the department. Sale of wheat seeds has started in agricultural centers. Now 4 thousand quintals of seeds are yet to come. Wheat sowing is to begin from October 15.

**The government has sold 11130 tonnes of wheat in OMSS through E-Auctions in the fourth week of September'20.** Till now; no rakes have been sold. Sale of wheat to bulk consumer 11300 and sale of Wheat to state Govt. 100000.

**Indian FoB quote is hovering around \$226.26 per tonne while Russia, Ukraine, France, the US, and Australia offer wheat at \$237.50, \$236.50, Euro 167.10, \$248.27, and \$222.59 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.

**As per FCI food grains stock, wheat stock in the central pool as on 1st September'20** stood at 478.32 lakh tonnes, down by 7.3% compared to last month. This quantity is higher by around 13.25% compared to the previous year for the same month.

**International Market Update:**

**Ukraine, hit by a severe drought, plans to cut winter wheat planted areas this fall to 6.1 million hectares** from 6.7 million a year earlier, the Economy Ministry said, farms have sown about 25% of the expected area or 1.5 million hectares. Forecasters call the weather conditions the worst in 10 years since only 10% to 15% of Ukraine's arable land is suitable for sowing winter crops of the 2021 harvest due to severe drought. Ukraine traditionally begins the sowing campaign of winter crops in early September, but this year the farmers started sowing a few weeks later.

**The International Grains Council (IGC) raised its forecast for 2020/21 world wheat production by 1 million tonnes to 763 million tonnes** from last year 2019/20. Forecast for production, consumption, and carry overstock remains unchanged, and the Wheat trade is up by 2 million tonnes to 183 million tonnes compared to last month.

**According to GASC, Egypt's state grain buyer bought 235,000 tonnes** of wheat at its latest international purchasing tender on Wednesday. The wheat is of Polish and Russian origin.

**Jordan's state grains buyer purchased 120,000 tonnes of hard milling wheat** sourced from optional origins in a tender that closed on Wednesday. 60,000 tonnes were bought from trading house Ameropa at \$254.50 a tonne c&f for shipment in the first half of November. Another 60,000 tonnes was bought from trading house Aston at \$254.90 a tonne c&f also for shipment in the first half of November.

**Reuters reported that recent precipitation in Argentina has helped revive the country's drought-stricken wheat**

Wheat Futures Contract: NCDEX Price							Date: 30.09.2020 at 5:00 PM		
Contract Month	+/-	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
20-Oct	0	-	-	-	1741				
20-Nov	0	-	-	-	1747				
20-Dec	0	-	-	-	1752				

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 on 28-Sep-2020**

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			30-Sep-20	29-Sep-20	
Delhi	Lawrence Road	Mill Delivery	1800	1780	20
	Narella	Mill Quality Loose	Closed	1640	-
	Nazafgarh	Mill Quality Loose	Closed	1630	-
Gujarat	Rajkot	Mill Delivery	1600	1610	-10
	Ahmedabad	Mill Delivery	1640	1660	-20
	Surat	Mill Delivery	1700	1710	-10
	Dhrol	Mill Quality Loose	NA	1535	-
M.P.	Indore	Mill Delivery	Closed	Closed	-
	Bhopal	Mill Quality Loose	Closed	Closed	-
Rajasthan	Kota	Mill Quality Loose	1525	1520	5
		Mill Delivery	1650	1645	5
U.P.	Kanpur	Mill Delivery	1680	1680	Unch
	Mathura	Mill Quality Loose	1610	1650	-40
	Kosi	Mill Quality Loose	1700	1700	Unch
	Hathras	Mill Quality Loose	1550	1560	-10
	Aligarh	Mill Quality Loose	Closed	1590	-
Punjab	Khanna	Mill Quality Loose	1700	1680	20
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1715	1715	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	1875	1850	25
	Muzaffarpur	Mill Delivery	1800	1800	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			30-Sep-20	29-Sep-20	
Gujarat	Rajkot	Lokwan	1850	1800	50
M.P.	Indore	Lokwan	Closed	Closed	-
	Bhopal	Lokwan	Closed	Closed	-
	Bina	Sarbati 306	Closed	Closed	-
Rajasthan	Kota	Lokwan Bilty	1900	1900	Unch
	Baran	Lokwan	NA	NA	-

#### Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			30-Sep-20	29-Sep-20	
Delhi	Lawrence Road	Mill Delivery	5000	5000	Unch
	Narella	Mill Quality Loose	Closed	400	-
	Nazafgarh	Mill Quality Loose	Closed	200	-
Gujarat	Rajkot	Mill Quality Loose	1000	1400	-400
	Dhrol	Mill Quality Loose	NA	169	-
M.P.	Indore	Mill Quality Loose	Closed	Closed	-
Rajasthan	Kota	Mill Quality	5000	4000	1000
U.P.	Kanpur	Mill Quality Loose	800	1000	-200
	Mathura	Mill Quality Loose	200	600	-400
	Kosi	Mill Quality Loose	100	250	-150
	Hathras	Mill Quality Loose	150	200	-50
	Aligarh	Mill Quality Loose	Closed	700	-
Punjab	Khanna	Mill Quality Loose	500	500	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	300	300	Unch
	Hodal	Mill Quality Loose	50	30	20
	Bhiwani	Mill Quality Loose	300	500	-200
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	30-Sep-20	29-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: 30.09.2020					
Contract Month	Open	High	Low	Close	Change
<b>Dec-20</b>	551.00	553.25	546.00	549.50	-0.75↓
<b>Mar-21</b>	557.00	559.75	553.00	556.50	-0.50↓
<b>May-21</b>	562.00	564.50	558.25	561.50	-0.75↓
<b>Jul-21</b>	562.00	563.25	558.00	561.00	-1.00↓
<b>Sep-21</b>	567.75	568.75	564.00	567.00	-1.00↓
<b>Dec-21</b>	575.50	578.00	573.75	576.75	-1.50↓

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