

**Wheat Domestic Fundamentals:**

**According to traders, Prices of WHEAT** in Jaipur and Indore fell today due to low demand from bulk buyers amid largely unchanged supply, traders said. Arrivals in Jaipur were steady at 1,000 bags (1 bag = 100 kg). In Indore, supply was largely unchanged at 1,500 bags.

**Paddy harvesting is nearing completion in the countryside, and now farmers** have to sow wheat. Agricultural experts say that farmers should sow wheat at the right time. This makes a difference in production. The longer the sowing, the lower the production. For farmers, the month of October is best suited for sowing wheat. At present, harvesting of paddy crop is at its peak. Most farmers have also reaped paddy crop. Now farmers have started sowing wheat crops.

**Due to the availability of MSP on the wheat crop**, farmers stay away from pulses and oilseeds. The farmers of the state are mainly oriented towards the cultivation of wheat and pulses and oilseeds have to be imported from other states or imported. The reason for this is due to farmers turning away from pulses and oilseeds cultivation.

**All India's weekly average prices decreased by 12.94 percent YoY to Rs. 1864.78 per quintal** during the week ended 08<sup>th</sup> Oct 2020. Wheat average prices were ruling at Rs 2141.88 per quintal during 01<sup>st</sup> Oct-08<sup>th</sup> Oct 2019. As compared to prices in the last week, 24<sup>th</sup>-30<sup>th</sup> Sep 2020, the prices are high by 0.70 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.

**The government is allocating wheat for free to the poor in the market**, which has led to a huge reduction in the consumption of flour. In the event of non-sale of flour, flour mills are reducing wheat purchases. This is why mill quality wheat prices are running below the MSP in almost all states. Despite government procurement being at a record level, farmers also had high stocks. Private traders also have stock. This is the reason that markets are moving down significantly. There is a possibility that the government may extend the time of free ration distribution even beyond November, due to which the possibility of a rise in wheat is less visible.

**Prices of WHEAT in Jaipur and Indore were flat today due to steady** demand from bulk buyers amid a largely unchanged supply of the food grain, traders said. Arrivals in Jaipur were pegged steady at 1,000 bags (1 bag = 100 kg) and in Indore supply was at 1,500 bags, steady from Wednesday.

**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.

**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 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. 10000.

**International Market Update:**

**Egypt increased its wheat imports by 40% in the first two months of the buying season.** The wheat imports increased from 1.72 million tonnes in July- August last year to 2.4 million wheat this year. Egypt imported a large amount of wheat from Russia to fulfill its requirements. According to Bloomberg, the wheat tender is worth 530,000 tonnes and is the largest since the 2012-2013 season. Further, the Russian Harvests are also set to be the highest since 2017. Due to the below-par harvest in Ukraine, France, and Romania, Russian wheat will demand.

**Pakistan plans to buy about 200,000 tons of wheat from Russia as part of Prime Minister Imran Khan's bid** to control inflation by increasing essential commodities supplies. Islamabad will soon sign a memorandum of

Wheat Futures Contract: NCDEX Price							Date: 09.10.2020 at 5:00 PM		
Contract Month	+/-	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
20-Oct	0	-	-	-	1738				
20-Nov	0	-	-	-	1743				
20-Dec	0	-	-	-	1748				

Spread	Sep-20	Oct-20	Nov-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 09<sup>th</sup>-Oct-2020

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			9-Oct-20	8-Oct-20	
Delhi	Lawrence Road	Mill Delivery	1800	1800	Unch
	Narella	Mill Quality Loose	1640	1640	Unch
	Nazafgarh	Mill Quality Loose	1630	1620	10
Gujarat	Rajkot	Mill Delivery	1620	1615	5
	Ahmedabad	Mill Delivery	1640	1640	Unch
	Surat	Mill Delivery	1700	1700	Unch
	Dhrol	Mill Quality Loose	1515	NA	-
M.P.	Indore	Mill Delivery	1650	1650	Unch
	Bhopal	Mill Quality Loose	1550	1500	50
Rajasthan	Kota	Mill Quality Loose	1600	1600	Unch
		Mill Delivery	1700	1725	-25
U.P.	Kanpur	Mill Delivery	1635	1630	5
	Mathura	Mill Quality Loose	1620	1620	Unch
	Kosi	Mill Quality Loose	1620	1640	-20
	Hathras	Mill Quality Loose	1560	1600	-40
	Aligarh	Mill Quality Loose	1580	1600	-20
Punjab	Khanna	Mill Quality Loose	1680	1680	Unch
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1690	1690	Unch
	Hodal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1680	1660	20
	Karnal	Mill Delivery	NA	NA	-

	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	1950	1950	Unch
	Madurai	Mill Quality	2007	2007	Unch
	Coimbatore	Mill Quality	2007	2007	Unch
Bihar	Khagariya	Mill Delivery	1800	1800	Unch
	Muzaffarpur	Mill Delivery	1725	1750	-25
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			9-Oct-20	8-Oct-20	
Gujarat	Rajkot	Lokwan	1825	1850	-25
M.P.	Indore	Lokwan	1800	1800	Unch
	Bhopal	Lokwan	1600	1600	Unch
	Bina	Sarbati 306	NA	NA	-
Rajasthan	Kota	Lokwan Bilty	1900	1900	Unch
	Baran	Lokwan	NA	NA	-

#### Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			9-Oct-20	8-Oct-20	
Delhi	Lawrence Road	Mill Delivery	5500	4500	1000
	Narella	Mill Quality Loose	300	400	-100
	Nazafgarh	Mill Quality Loose	150	200	-50
Gujarat	Rajkot	Mill Quality Loose	1200	1600	-400
	Dhrol	Mill Quality Loose	140	NA	-
M.P.	Indore	Mill Quality Loose	3500	4000	-500
Rajasthan	Kota	Mill Quality	8000	4000	4000
U.P.	Kanpur	Mill Quality Loose	900	1000	-100
	Mathura	Mill Quality Loose	200	380	-180
	Kosi	Mill Quality Loose	200	180	20
	Hathras	Mill Quality Loose	200	100	100
	Aligarh	Mill Quality Loose	700	600	100
Punjab	Khanna	Mill Quality Loose	150	200	-50
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	300	300	Unch
	Hodal	Mill Quality Loose	50	50	Unch
	Bhiwani	Mill Quality Loose	500	600	-100
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	9-Oct-20	8-Oct-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: 08.10.2020					
Contract Month	Open	High	Low	Close	Change
<b>Dec-20</b>	608.75	616.75	593.25	595.25	-12.25↓
<b>Mar-21</b>	611.50	618.00	597.25	598.75	-11.25↓
<b>May-21</b>	611.50	617.50	598.50	599.75	-11.75↓
<b>Jul-21</b>	605.00	609.00	592.00	593.50	-12.00↓
<b>Sep-21</b>	604.25	611.00	595.25	597.75	-10.50↓
<b>Dec-21</b>	613.50	617.25	602.50	605.75	-9.00↓

Disclaimer: The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> © 2020 Indian Agribusiness Systems Ltd.