

Wheat Domestic Fundamentals:

According to traders, Prices of WHEAT in Jaipur, Rajasthan, were lower today as demand from bulk buyers declined amid steady arrivals of the food grain. Arrivals were pegged steady at 1,000 bags (1 bag = 100 kg). Prices of the food grain in Indore, Madhya Pradesh, were steady today as a rise in supply was offset by firm demand from bulk buyers, traders said. Arrivals were pegged higher at 2,200 bags, as against 2,000 bags on Thursday.

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 08th Oct 2020. Wheat average prices were ruling at Rs 2141.88 per quintal during 01st Oct-08th Oct 2019. As compared to prices in the last week, 24th-30th 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 30th Sep 2020. Wheat average prices were ruling at Rs 2161.99 per quintal during 24th Sep-30th Sep 2019. As compared to prices in the last week, 16th-23rd 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. 100000.

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

Wheat Futures Contract: NCDEX Price							Date: 10.10.2020 at 5:00 PM		
Contract Month	+/-	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
20-Oct	0	-	-	-	1725				
20-Nov	0	-	-	-	1730				
20-Dec	0	-	-	-	1735				

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 10th-Oct-2020

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			10-Oct-20	9-Oct-20	
Delhi	Lawrence Road	Mill Delivery	1805	1800	5
	Narella	Mill Quality Loose	1660	1640	20
	Nazafgarh	Mill Quality Loose	1630	1630	Unch
Gujarat	Rajkot	Mill Delivery	1620	1620	Unch
	Ahmedabad	Mill Delivery	1650	1640	10
	Surat	Mill Delivery	1710	1700	10
	Dhrol	Mill Quality Loose	1545	1515	30
M.P.	Indore	Mill Delivery	1575	1650	-75
	Bhopal	Mill Quality Loose	1525	1550	-25
Rajasthan	Kota	Mill Quality Loose	1580	1600	-20
		Mill Delivery	1705	1700	5
U.P.	Kanpur	Mill Delivery	1660	1635	25
	Mathura	Mill Quality Loose	1630	1620	10
	Kosi	Mill Quality Loose	1600	1620	-20
	Hathras	Mill Quality Loose	1560	1560	Unch
	Aligarh	Mill Quality Loose	1580	1580	Unch
Punjab	Khanna	Mill Quality Loose	1650	1680	-30
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1720	1690	30
	Hodal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1670	1680	-10
	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	1725	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			10-Oct-20	9-Oct-20	
Gujarat	Rajkot	Lokwan	1800	1825	-25
M.P.	Indore	Lokwan	1900	1800	100
	Bhopal	Lokwan	1625	1600	25
	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
			10-Oct-20	9-Oct-20	
Delhi	Lawrence Road	Mill Delivery	5000	5500	-500
	Narella	Mill Quality Loose	350	300	50
	Nazafgarh	Mill Quality Loose	200	150	50
Gujarat	Rajkot	Mill Quality Loose	1400	1200	200
	Dhrol	Mill Quality Loose	135	140	-5
M.P.	Indore	Mill Quality Loose	1000	3500	-2500
Rajasthan	Kota	Mill Quality	6000	8000	-2000
U.P.	Kanpur	Mill Quality Loose	500	900	-400
	Mathura	Mill Quality Loose	150	200	-50
	Kosi	Mill Quality Loose	210	200	10
	Hathras	Mill Quality Loose	200	200	Unch
	Aligarh	Mill Quality Loose	500	700	-200
Punjab	Khanna	Mill Quality Loose	50	150	-100
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	300	300	Unch
	Hodal	Mill Quality Loose	80	50	30
	Bhiwani	Mill Quality Loose	400	500	-100
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	10-Oct-20	9-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: 09.10.2020					
Contract Month	Open	High	Low	Close	Change
Dec-20	594.00	606.75	588.75	593.75	-1.50↓
Mar-21	597.50	608.50	592.50	597.75	-1.00↓
May-21	598.25	609.25	594.75	599.75	unch
Jul-21	591.50	601.25	588.25	594.25	+0.75↑
Sep-21	593.50	604.25	592.25	598.00	+0.25↑
Dec-21	604.25	611.25	599.50	605.25	-0.50↓

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