

**Wheat Domestic Fundamentals:**

**The central government may soon announce to carry forward the scheme till March** of giving ration to the country's poor people for free under the Pradhan Mantri Garib Kalyan Yojana. If Govt. increases the scheme till next year then prices are going to impact.

**The trend of roller flour millers in the Punjab state is on the local purchase of wheat.** Till now, the state's millers were buying wheat from Uttar Pradesh and Rajasthan at low prices. Millers claim that more than 3 lakh tonnes of wheat have been sourced from other countries in Punjab since April, but now the FCI procurement has started increasing due to the rate competitiveness. Millers argue that the entire trend of wheat procurement will depend on government policies in the coming times.

**All India's weekly average prices decreased by 4.04 percent to Rs. 1751.53 per quintal** during the week ended 31st Oct 2020. Wheat average prices were ruling at Rs 2142.88 per quintal during 24<sup>th</sup> - Oct-31<sup>st</sup> Oct 2019. The wheat market has stabilized, and prices are unlikely to rise near Diwali festival and the prices of wheat are unlikely to drop much further either.

**According to the traders, there are low chances of any downward movement in wheat** in the coming days as the impact of the Covid-19 is diminishing, and economic activity is improving. The scheme of free wheat and rice can be extended further, which will impact the prices from the current level, while prices in mandis are increasing now due to less supply from FCI and low arrivals in mandis.

**According to Government Official, "Some state governments, including Punjab, West Bengal, Kerala, Odisha, and Jharkhand, have written to the Centre urging it to extend beyond November the provision of free ration under Pradhan Mantri Garib Kalyana Yojana,"** While some state governments have asked the Centre to extend the scheme till the end of the current financial year, few others have asked for a shorter extension. Which can led prices low after November also.

**Wheat prices of traders have come down considerably** in the last two, three months. According to traders, the flour mills of South India do not have outstanding stock, so the demand for South India will increase from Uttar Pradesh and Rajasthan, due to which prices will get improve from the current level.

**As per trade source, India has exported around 111974 tonnes in the month of Sep-2020,** which is higher 42.35% compared to last month. The quantity in September -2020 is exported at an average FOB of \$ 252.87 per tonne, and the major destinations were Nepal, Bangladesh, Afghanistan, UAE, and Sri Lanka. Exports are likely to be on the higher side as other countries provide wheat at higher prices.

**The government has sold 101220 tonnes of wheat in OMSS through E-Auctions in the second week of October'20.** Till now; no rakes have been sold. Sale of wheat to bulk consumer 4220 tonnes and sale of Wheat to state Govt. 97000 tonnes.

**International Market Update:**

**In Pakistan,** Economic Coordination Committee (ECC) has decided to propose to the Cabinet Rs 1600 as minimum support price (MSP) for wheat crop for fiscal year 2020-2021.

**Argentine farmers are expected to harvest 16.8 million tonnes of wheat** this season, the Buenos Aires Grains Exchange said in its weekly crop report on Thursday, citing months of dry weather as its reason for cutting its previous 17.5 million tonne estimate. Argentine wheat is harvested in December and January, with most of each crop exported to neighboring Brazil.

**The Ukrainian wheat market was slow** with a low buying interest. Offers for 11.5% protein wheat FOB Ukraine Panamax ports December-loading were heard at \$258/mt.

**Gene-edited wheat is to be grown in Argentina, as the country becomes the first in the world to give the green light** on the use of the drought-resistant crop. The new generation of wheat is known as BIOX.BA HB4 and was developed by Trigall Genetics in partnership with Bioceres BIOX. A and France's Florimond Desprez. In infield trials conducted over the past ten years, the seed varieties showed an average increased crop yield of 20 percent during growing seasons affected by droughts.

**Jordan's state grains buyer purchased 60,000 tonnes of hard milling wheat** to be sourced from optional origins in a

Wheat Futures Contract: NCDEX Price							Date: 27.10.2020 at 5:00 PM		
Contract Month	+/-	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
21-Nov	0	-	-	-	1774				
21-Dec	0	-	-	-	1779				
21-Jan	0	-	-	-	2249				

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 27<sup>th</sup>-Oct-2020

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			27-Oct-20	26-Oct-20	
Delhi	Lawrence Road	Mill Delivery	1925	1900	25
	Narella	Mill Quality Loose	1700	1670	30
	Nazafgarh	Mill Quality Loose	1680	1660	20
Gujarat	Rajkot	Mill Delivery	1770	1750	20
	Ahmedabad	Mill Delivery	1810	1775	35
	Surat	Mill Delivery	1850	1820	30
	Dhrol	Mill Quality Loose	1635	1680	-45
M.P.	Indore	Mill Delivery	1750	1700	50
	Bhopal	Mill Quality Loose	1580	1550	30
Rajasthan	Kota	Mill Quality Loose	1760	1700	60
		Mill Delivery	1875	1825	50
U.P.	Kanpur	Mill Delivery	1650	1600	50
	Mathura	Mill Quality Loose	1650	1600	50
	Kosi	Mill Quality Loose	1660	1620	40
	Hathras	Mill Quality Loose	1600	1570	30
	Aligarh	Mill Quality Loose	1620	1580	40
Punjab	Khanna	Mill Quality Loose	1620	1600	20
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1745	1740	5
	Hodal	Mill Delivery	NA	NA	-

	Bhiwani	Mill Quality Loose	1700	1660	40
	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	1820	Closed	-
	Muzaffarpur	Mill Delivery	1715	Closed	-
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			27-Oct-20	26-Oct-20	
Gujarat	Rajkot	Lokwan	1900	1875	25
M.P.	Indore	Lokwan	1930	1900	30
	Bhopal	Lokwan	1720	1700	20
	Bina	Sarbati 306	2500	Closed	-
Rajasthan	Kota	Lokwan Bilty	1950	1880	70
	Baran	Lokwan	NA	NA	-

**Wheat Arrivals in Key Centers:**

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			27-Oct-20	26-Oct-20	
Delhi	Lawrence Road	Mill Delivery	6500	7000	-500
	Narella	Mill Quality Loose	400	300	100
	Nazafgarh	Mill Quality Loose	250	150	100
Gujarat	Rajkot	Mill Quality Loose	1500	1400	100
	Dhrol	Mill Quality Loose	131	109	22
M.P.	Indore	Mill Quality Loose	2500	5000	-2500
Rajasthan	Kota	Mill Quality	5000	4000	1000
U.P.	Kanpur	Mill Quality Loose	500	800	-300
	Mathura	Mill Quality Loose	200	300	-100
	Kosi	Mill Quality Loose	200	250	-50
	Hathras	Mill Quality Loose	200	300	-100
	Aligarh	Mill Quality Loose	250	500	-250
Punjab	Khanna	Mill Quality Loose	200	300	-100
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	400	300	100
	Hodal	Mill Quality Loose	130	100	30
	Bhiwani	Mill Quality Loose	1500	700	800

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

Wheat Products Delhi	27-Oct-20	26-Oct-20	Change
Atta (50kg) Ordinary	1030	1030	Unch
Maida Grade 1 (50KG)	NA	NA	-
Suji (50kg)	1285	1285	Unch
Chokar (50 kg)	NA	NA	-
Chokar (34 kg)	NA	NA	-
Chakki Atta (50kg)	1045	1045	Unch
Chakki Atta (50kg) Special	NA	NA	-
Chakki Atta (90kg) Superfine	NA	NA	-
Chakki Atta (50kg) Superfine	NA	NA	-

Wheat (CBOT) Future Price: 27.10.2020					
Contract Month	Open	High	Low	Close	Change
Dec-20	632.75	633.00	616.00	620.00	-12.75↓
Mar-21	632.25	632.75	616.25	620.25	-12.25↓
May-21	630.50	630.50	615.50	619.00	-11.50↓
Jul-21	618.00	618.00	603.25	608.25	-9.75↓
Sep-21	619.50	619.50	605.75	611.25	-9.00↓
Dec-21	623.50	624.25	612.00	618.00	-8.25↓

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