

### Wheat Domestic Fundamentals:

**Light to moderate rainfall in several districts of Haryana has delayed the wheat-sowing operations in the state.** However, the rain has delayed the wheat sowing as it will take farmers about a week to prepare the fields for sowing. According to ICAR, "There is no significant impact of the rain on crops, but it has delayed the further sowing, but it is good for wheat that was sown earlier this month and has already germinated.

**"A day after Diwali, rain lashed parts of Punjab, Chandigarh, Delhi, Haryana, and Uttar Pradesh.** Several areas witnessed shower and thunderstorm due to a western disturbance. Parts of Punjab and Haryana also witnessed a hailstorm leading to a fall in temperature. Light rains and thundershowers in Punjab parts have brought cheers to the farmers—especially the wheat growers, who had sown their crops without burning the paddy straw. Apart from this, it is also beneficial for those preparing to sow wheat, and other rabi crops, including fodder for animals.

**Punjab could be staring at a much bigger crisis if it does not immediately get the** much-needed fertilizers for the wheat crop. As farmers stare at a severe shortage, in the wake of the suspension of rail services in the state and rakes of fertilizers stuck outside, they resort to desperate measures to ensure a steady supply. From buying urea at much higher rates (Rs 325-350 per kg against a cost of Rs 265) to rushing to neighboring states of Haryana and Rajasthan, farmers are desperately trying to ensure that their wheat crop gets cultivated successfully. The state immediately needs vast quantities of urea and di ammonium phosphate (DAP) for the wheat crop, which has already started sowing. Wheat is expected to be cultivated on almost 35 lakh hectares in the state. Punjab needs nearly 19 lakh quintals of DAP and 8 lakh tonnes of urea for this wheat season. "DAP is used at the time of sowing, while urea is to be applied three weeks after sowing.

**Demand in wheat products remains weak despite the festive** season, so its prices are not improving. According to traders, the wheat business has not yet come out of the recession environment due to limited demand of flour mills as there is a concern about the government's policies.

**All India's weekly average prices decreased by 11.01 percent to Rs. 1827.84 per quintal** during the week ended 15th Nov 2020. Wheat average prices were ruling at Rs 2229.07 per quintal during 09th - 15th Nov 2019. The wheat market has stabilized, and prices are likely to rise in the coming weeks due to festivals and higher export. The wheat prices are unlikely to drop much further because the PMGKY scheme may be discontinued in November as there's no official announcement that it will continue after November, so far.

**Sowing of Rabi crops is going on in full swing across the country.** Along with this, the government has recently announced good news for the farmers. Rajasthan's state government has decided to provide certified seeds to the farmers of the state at a 50 percent discount from the prescribed rate. For this, preparations have started to sell wheat seeds to reach up to rural service cooperative societies.

**According to a Government official, the food ministry has proposed to halve** the allocation of free rice and wheat to 2.5 kg per month but keep pulses at 1 kg. The food ministry has suggested tweaks in the free food grain plan, including a reduction in allocations, after the finance ministry indicated it is not keen on extending the scheme beyond November because of the strained fiscal situation. The food ministry has also proposed monthly extensions to the plan after reviewing the budgetary situation

### International Market Update:

**Argentina's wheat harvest is seen at 16.7 million tonnes,** slightly down from the previous 17 million tonne estimate due to a prolonged drought, the Rosario Grains Exchange (BCR) said.

**Prices of Australian wheat offered in Asia slid this week below Black Sea values** for the first time in at least four years, with the country forecast to harvest a near-record crop. Australia Premium White (APW) wheat is being quoted at \$275 a tonne, including (C&F), compared with a similar quality of Black Sea wheat at \$285 a tonne. Price is likely to drop further as the crop looks good. For the first quarter, Asian wheat buyers will shift to Australia because Prices are cheaper, and the quality is good.

**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

Wheat Futures Contract: NCDEX Price							Date: 17.11.2020 at 5:00 PM		
Contract Month	+/-	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
21-Nov	0	-	-	-	1773				
21-Dec	0	-	-	-	1778				
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 17<sup>th</sup>-Nov-2020**

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			17-Nov-20	14-Nov-20	
Delhi	Lawrence Road	Mill Delivery	1865	Closed	-
	Narella	Mill Quality Loose	1740	Closed	-
	Nazafgarh	Mill Quality Loose	1700	Closed	-
Gujarat	Rajkot	Mill Delivery	Closed	Closed	-
	Ahmedabad	Mill Delivery	Closed	Closed	-
	Surat	Mill Delivery	Closed	Closed	-
	Dhrol	Mill Quality Loose	NA	NA	-
M.P.	Indore	Mill Delivery	Closed	Closed	-
	Bhopal	Mill Quality Loose	Closed	Closed	-
Rajasthan	Kota	Mill Quality Loose	Closed	Closed	-
		Mill Delivery	Closed	Closed	-
U.P.	Kanpur	Mill Delivery	1740	Closed	-
	Mathura	Mill Quality Loose	1670	Closed	-
	Kosi	Mill Quality Loose	1710	Closed	-
	Hathras	Mill Quality Loose	1620	Closed	-
	Aligarh	Mill Quality Loose	1650	Closed	-
Punjab	Khanna	Mill Quality Loose	1650	Closed	-
	Ludhiana (Jagraon)	Mill Delivery	NA	Closed	-
Haryana	Sirsa	Mill Delivery loose	1750	Closed	-
	Hodal	Mill Delivery	NA	Closed	-
	Bhiwani	Mill Quality Loose	1730	Closed	-
	Karnal	Mill Delivery	NA	NA	-

	Panipat	Mill Quality Loose	NA	NA	-
<b>Tamil Nadu</b>	Chennai	Mill Quality	Closed	Closed	-
	Madurai	Mill Quality	Closed	Closed	-
	Coimbatore	Mill Quality	Closed	Closed	-
<b>Bihar</b>	Khagariya	Mill Delivery	2000	Closed	-
	Muzaffarpur	Mill Delivery	1575	Closed	-
<b>FOR</b>	Kandla (Rajasthan-Rajkot)	Mill Quality	Closed	Closed	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	Closed	Closed	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			17-Nov-20	14-Nov-20	
<b>Gujarat</b>	Rajkot	Lokwan	Closed	Closed	-
<b>M.P.</b>	Indore	Lokwan	Closed	Closed	-
	Bhopal	Lokwan	Closed	Closed	-
	Bina	Sarbati 306	2400	Closed	-
<b>Rajasthan</b>	Kota	Lokwan Bilty	Closed	Closed	-
	Baran	Lokwan	Closed	Closed	-

**Wheat Arrivals in Key Centers:**

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			17-Nov-20	14-Nov-20	
<b>Delhi</b>	Lawrence Road	Mill Delivery	6000	Closed	-
	Narella	Mill Quality Loose	400	Closed	-
	Nazafgarh	Mill Quality Loose	100	Closed	-
<b>Gujarat</b>	Rajkot	Mill Quality Loose	Closed	Closed	-
	Dhrol	Mill Quality Loose	NA	NA	-
<b>M.P.</b>	Indore	Mill Quality Loose	Closed	Closed	-
<b>Rajasthan</b>	Kota	Mill Quality	Closed	Closed	-
<b>U.P.</b>	Kanpur	Mill Quality Loose	1000	Closed	-
	Mathura	Mill Quality Loose	350	Closed	-
	Kosi	Mill Quality Loose	200	Closed	-
	Hathras	Mill Quality Loose	150	Closed	-
	Aligarh	Mill Quality Loose	300	Closed	-
<b>Punjab</b>	Khanna	Mill Quality Loose	200	Closed	-
	(Ludhiana)Jagraon	Mill Quality Loose	NA	Closed	-
<b>Haryana</b>	Sirsa	Mill Quality Loose	100	Closed	-
	Hodal	Mill Quality Loose	50	Closed	-
	Bhiwani	Mill Quality Loose	500	Closed	-
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	17-Nov-20	14-Nov-20	Change
Atta (50kg) Ordinary	1080	Closed	-
Maida Grade 1 (50KG)	NA	Closed	-
Suji (50kg)	1335	Closed	-
Chokar (50 kg)	NA	Closed	-
Chokar (34 kg)	NA	Closed	-
Chakki Atta (50kg)	1090	Closed	-
Chakki Atta (50kg) Special	NA	Closed	-
Chakki Atta (90kg) Superfine	NA	Closed	-
Chakki Atta (50kg) Superfine	NA	Closed	-

Wheat (CBOT) Future Price: 13.11.2020					
Contract Month	Open	High	Low	Close	Change
<b>Dec-20</b>	586.25	596.25	580.25	593.50	+5.25↑
<b>Mar-21</b>	595.00	604.25	589.25	602.00	+4.75↑
<b>May-21</b>	597.50	607.25	592.25	605.00	+4.75↑
<b>Jul-21</b>	595.25	604.25	590.00	602.25	+4.50↑
<b>Sep-21</b>	598.50	606.50	592.75	604.50	+4.00↑
<b>Dec-21</b>	606.25	614.50	600.50	611.75	+3.50↑

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