

**Wheat Domestic Fundamentals:**

**As per the latest data on 24<sup>th</sup> December 2020, the area sown to wheat has increased marginally by 5.22% to 313.23 lakh hectares** so far in the ongoing 2020-21 Rabi season from 297.38 lakh hectares in the year-ago period. The overall trend of Rabi sowing progress is excellent, with increased area coverage recorded. Thus 15.85 lakh hectares more area has been covered than last year's same period due to good sowing and favorable weather.

**Wheat WPI has increased from 147.4 in October -2020 to 147.9 in November-2020.** Monthly wheat inflation has increased by 0.33 percent in November-2020 compared to previous month.

**Indian traders are expected to export around 40,000 tonnes of wheat to Bangladesh at \$210-\$220 per tonnes FOB,** market sources said. The exports may take place in a few days. More exports to Bangladesh are likely this financial year as prices of wheat in India have become more competitive in the past few months. Last month, Indian traders signed deals with their counterparts in Bangladesh to export around 200,000 tonnes of wheat. High export from India will give support to domestic price.

**According to Madhya Pradesh's Chief Minister, some crucial crops** of the state should get GI tag. The crops include Sharbati wheat. He made these above statements at a review meeting of various departments on Monday. CM directed the agriculture department to educate the farmers to know what crops should be sown. For this, each agriculture science center should show a list before Rabi, and Kharif crops are sown.

**All India's weekly average prices increased by 1.57 percent to Rs. 1846.26 per quintal** during the week ended 23rd Dec 2020. Wheat average prices were ruling at Rs 2197.57 per quintal during 16th – 23rd Dec 2019. The wheat prices are unlikely to drop much further and going to be stable in coming weeks due to ample availability and slowed demand from flour mills. There's a discussion in the market that the PMGKAY scheme will get restart again. The new wheat from Saurashtra region (Gujrat) will be coming to the mandis at the end of next month.

**As per trade sources, India has exported around 1.85 lakh tonnes in the month of November-2020** at an average FOB of \$468.24 per tonnes, higher this year and the major destinations were Bangladesh, Sri Lanka, Nepal and UAE. Exports are likely to be at higher side as other countries are providing wheat at higher prices. High export will going to support the domestic market in near term.

**According to traders, Wheat prices rose in Indore due to firm demand** amid steady arrivals, traders said. Bulk demand rose ahead of Christmas, they said. Arrivals were pegged steady at 4,000 bags (1 bag = 100 kg). In Jaipur, too, wheat prices increased as demand rose from bulk buyers, traders said. Arrivals were pegged at 1,500 bags. The outlook is bullish as retail demand is likely to pick up after the government schemes to provide free foodgrain to public distribution system beneficiaries ended in November, the traders said.

**With the farmers protesting at the Delhi/NCR borders against the three new farm laws,** wheat cultivation back home in their States of Punjab, Haryana, and Rajasthan has taken a hit in the current rabi season. States like Madhya Pradesh and Maharashtra, from where not many farmers have participated in the protests, have sown more wheat or rabi crops this year.

**International Market Update:**

**The Rosario Board of Trade (BCR) forecasts total Argentinian wheat production** will fall 15% on the year to 16.5 MMT, the second lowest output in a decade on extreme drought. The Buenos Aires Grain Exchange (BAGE) predicts production will total 16.9 MMT and USDA pegs the 2020/21 harvest at 18.0 MMT.

**FranceAgriMer, France's agriculture office, reported the country's winter wheat** farmers made considerable progress last week, 66% of France's soft (non-durum) wheat is now in the ground, up from last week's 45% and in line with the five-year average.

**Ukraine** As of Dec. 16, total Ukrainian grain exports are down 14% from this time last year at 23.8 MMT, 12.2 MMT of which is wheat. In October, Ukraine implemented a 17.5 MMT wheat export quota for the 2020/21 marketing year and current sales account for 70% of the quota.

**US wheat futures edged higher on Tuesday, as prices rebounded from a 3% decline** marked in the previous session, amid expectations of stronger demand for US supplies after leading exporter Russia moved to limit exports.

**China sold 593,161 tonnes of wheat, 14.75% of its total on offer,** at an auction of state reserves last week, the National Grain Trade Centre said in a statement on Monday. The average selling price of the wheat is 2,342 yuan (\$357.51) per

Wheat Futures Contact: NCDEX Price							Date: 26.12.2020 at 5:00 PM		
Contract Month	+/-	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
20-Dec	NA	-	-	-	1725				
21-Jan	NA	-	-	-	2249				
21-Feb	NA	-	-	-	2206				

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 26<sup>th</sup> Dec-2020

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			26-Dec-20	24-Dec-20	
Delhi	Lawrence Road	Mill Delivery	1820	1805	15
	Narella	Mill Quality Loose	1730	1740	-10
	Nazafgarh	Mill Quality Loose	1710	1700	10
Gujarat	Rajkot	Mill Delivery	1710	1705	5
	Ahmedabad	Mill Delivery	1750-55	1750	-
	Surat	Mill Delivery	1805-10	1800	-
	Dhrol	Mill Quality Loose	NR	1645	-
M.P.	Indore	Mill Delivery	1660	1650	10
	Bhopal	Mill Quality Loose	1550	1525	25
Rajasthan	Kota	Mill Quality Loose	1580	1550	30
		Mill Delivery	1700	1675	25
U.P.	Kanpur	Mill Delivery	1640	1650	-10
	Mathura	Mill Quality Loose	1600	1620	-20
	Kosi	Mill Quality Loose	1600	1600	Unch
	Hathras	Mill Quality Loose	1600	1610	-10
	Aligarh	Mill Quality Loose	1590	1600	-10
Punjab	Khanna	Mill Quality Loose	Closed	Closed	-
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1750	1750	Unch
	Hodal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1750	1720	30
	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	1900	1880	20
	Muzaffarpur	Mill Delivery	1675	1650	25
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			26-Dec-20	24-Dec-20	
Gujarat	Rajkot	Lokwan	1825	1800	25
M.P.	Indore	Lokwan	2000	2000	Unch
	Bhopal	Lokwan	1800	1800	Unch
	Bina	Sarbati 306	2400	2400	Unch
Rajasthan	Kota	Lokwan Bilty	1925	1925	Unch
	Baran	Lokwan	NA	NA	-

#### Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			26-Dec-20	24-Dec-20	
Delhi	Lawrence Road	Mill Delivery	6000	6000	Unch
	Narella	Mill Quality Loose	200	250	-50
	Nazafgarh	Mill Quality Loose	100	100	Unch
Gujarat	Rajkot	Mill Quality Loose	1000	1000	Unch
	Dhrol	Mill Quality Loose	NR	112	-
M.P.	Indore	Mill Quality Loose	1500	3000	-1500
Rajasthan	Kota	Mill Quality	4000	7000	-3000
U.P.	Kanpur	Mill Quality Loose	700	600	100
	Mathura	Mill Quality Loose	200	500	-300
	Kosi	Mill Quality Loose	100	400	-300
	Hathras	Mill Quality Loose	300	300	Unch
	Aligarh	Mill Quality Loose	400	250	150
Punjab	Khanna	Mill Quality Loose	Closed	Closed	-
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	60	100	-40
	Bhiwani	Mill Quality Loose	200	400	-200
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	26-Dec-20	24-Dec-20	Change
Atta (50kg) Ordinary	1040	1040	Unch
Maida Grade 1 (50KG)	NA	NA	-
Suji (50kg)	1295	1295	Unch
Chokar (50 kg)	NA	NA	-
Chokar (34 kg)	NA	NA	-
Chakki Atta (50kg)	1050	1050	Unch
Chakki Atta (50kg) Special	NA	NA	-
Chakki Atta (90kg) Superfine	NA	NA	-
Chakki Atta (50kg) Superfine	NA	NA	-

Wheat (CBOT) Future Price: 24.12.2020					
Contract Month	Open	High	Low	Close	Change
Mar-21	631.00	633.75	623.50	627.00	-2.75↓
May-21	629.00	631.50	623.25	625.75	-2.00↓
Jul-21	618.00	618.75	613.00	615.75	-1.25↓
Sep-21	617.50	620.00	615.00	617.75	-0.75↓
Dec-21	625.00	626.25	621.50	624.75	-0.25↓
Mar-22	629.00	631.75	628.00	630.25	unch

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.