

Wheat Domestic Fundamentals:

All India's weekly average prices decreased by 0.67 percent to Rs. 1833.98 per quintal during the week ended 31st Dec 2020. Wheat average prices were ruling at Rs 2228.91 per quintal during 24th – 31st Dec 2019. The wheat prices are unlikely to drop and is going to be stable in coming weeks due to ample availability despite slowed demand from flour mills. The new wheat from Saurashtra region (Gujarat) will be coming to the mandis at the end of next month

As per the latest update, the area under wheat has increased marginally by 5.06% to 313.23 lakh hectares so far in the ongoing 2020-21 Rabi season from 297.38.65 lakh hectares in the year-ago same period. The overall trend of Rabi sowing progress is excellent, with increased area coverage recorded due to favourable 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.

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.

International Market Update:

Australia 75% harvested, crop expectations ~30+ MMT, some elevators sold till the end of season.

Egypt held a tender; they were trying to catch a gap between the previous tender and Feb 15 (Russian quota and duty), but Russian sellers include the duty to prices, so became uncompetitive- Egypt bought Ukrainian and Romanian cargoes.

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 tonne, the trade Centre said.

World wheat prices remained firm this month, mostly due to dry weather impacting the start of the growing season in the Northern Hemisphere and unfavorable production conditions in Argentina. Strong global export demand drove further price spikes in Canada, European Union, Russia, and the United States, demonstrated by robust export sales reports this month. Concerns about the rise in COVID-19 infections worldwide and recent rains in Russia and the U.S. Plains softened price increases more recently.

Australian numbers updates from local analysts wheat crop expectations rise to 35 MMT. Australia in October 2020 exported only 367.6 thousand MT of Wheat, which is 17% less than in September and the worst October export since 2007.

Wheat Futures Contact: NCDEX Price							Date: 28.12.2020 at 5:00 PM		
Contract Month	+/-	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
20-Jan	NA	-	-	-	-				
21-Feb	NA	-	-	-	-				
21-Mar	NA	-	-	-	-				

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 28th Dec-2020

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			28-Dec-20	26-Dec-20	
Delhi	Lawrence Road	Mill Delivery	1840	1820	20
	Narella	Mill Quality Loose	1725	1730	-5
	Nazafgarh	Mill Quality Loose	1710	1710	Unch
Gujarat	Rajkot	Mill Delivery	1720	1710	10
	Ahmedabad	Mill Delivery	1765	1755	10
	Surat	Mill Delivery	1820	1810	10
	Dhrol	Mill Quality Loose	1620	1605	15
M.P.	Indore	Mill Delivery	1730	1660	70
	Bhopal	Mill Quality Loose	1580	1550	30
Rajasthan	Kota	Mill Quality Loose	1620	1580	40
		Mill Delivery	1725	1700	25
U.P.	Kanpur	Mill Delivery	1660	1640	20
	Mathura	Mill Quality Loose	1620	1600	20
	Kosi	Mill Quality Loose	1630	1600	30
	Hathras	Mill Quality Loose	1625	1600	25
	Aligarh	Mill Quality Loose	1615	1590	25
Punjab	Khanna	Mill Quality Loose	1610	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	1750	Unch
	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	1850	1900	-50
	Muzaffarpur	Mill Delivery	1675	1675	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			28-Dec-20	26-Dec-20	
Gujarat	Rajkot	Lokwan	1850	1825	25
M.P.	Indore	Lokwan	2000	2000	Unch
	Bhopal	Lokwan	1825	1800	25
	Bina	Sarbati 306	2500	2400	100
Rajasthan	Kota	Lokwan Bilty	1950	1925	25
	Baran	Lokwan	NA	NA	-

Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			28-Dec-20	26-Dec-20	
Delhi	Lawrence Road	Mill Delivery	5000	6000	-1000
	Narella	Mill Quality Loose	300	200	100
	Nazafgarh	Mill Quality Loose	150	100	50
Gujarat	Rajkot	Mill Quality Loose	1200	1000	200
	Dhrol	Mill Quality Loose	121	74	47
M.P.	Indore	Mill Quality Loose	4000	1500	2500
Rajasthan	Kota	Mill Quality	6000	4000	2000
U.P.	Kanpur	Mill Quality Loose	500	700	-200
	Mathura	Mill Quality Loose	350	200	150
	Kosi	Mill Quality Loose	100	100	Unch
	Hathras	Mill Quality Loose	200	300	-100
	Aligarh	Mill Quality Loose	300	100	200
Punjab	Khanna	Mill Quality Loose	200	Closed	-
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	60	60	Unch
	Bhiwani	Mill Quality Loose	200	200	Unch
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	28-Dec-20	26-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: 28.12.2020					
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

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