

Wheat Domestic Fundamentals:

As per trade source, Wheat prices fell in Indore due to a rise in arrivals and weak demand, traders said. Arrivals were pegged at 5,000 bags (1 bag = 100 kg), up from 4,000 bags on Thursday. Wheat prices in Jaipur, too, declined as arrivals rose, traders said. Arrivals were pegged at 2,000 bags, against 1,700 bags on Thursday. However, the outlook is bullish as bulk demand is expected to pick up due to rising exports and a recovery in the economy, which might lead to more restaurants opening up in the coming days, traders said.

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.

Wheat Futures Contact: NCDEX Price							Date: 29.12.2020 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 29th Dec-2020

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			29-Dec-20	28-Dec-20	
Delhi	Lawrence Road	Mill Delivery	1840	1840	Unch
	Narella	Mill Quality Loose	1720	1725	-5
	Nazafgarh	Mill Quality Loose	1715	1710	5
Gujarat	Rajkot	Mill Delivery	1720	1720	Unch
	Ahmedabad	Mill Delivery	1760	1765	-5
	Surat	Mill Delivery	1815	1820	-5
	Dhrol	Mill Quality Loose	NR	1620	-
M.P.	Indore	Mill Delivery	1740	1730	10
	Bhopal	Mill Quality Loose	1570	1580	-10
Rajasthan	Kota	Mill Quality Loose	1615	1620	-5
		Mill Delivery	1740	1725	15
U.P.	Kanpur	Mill Delivery	1660	1660	Unch
	Mathura	Mill Quality Loose	1640	1620	20
	Kosi	Mill Quality Loose	1590	1630	-40
	Hathras	Mill Quality Loose	1625	1625	Unch
	Aligarh	Mill Quality Loose	1615	1615	Unch
Punjab	Khanna	Mill Quality Loose	1630	1610	20
	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	1850	Unch
	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
			29-Dec-20	28-Dec-20	
Gujarat	Rajkot	Lokwan	1850	1850	Unch
M.P.	Indore	Lokwan	2100	2000	100
	Bhopal	Lokwan	1825	1825	Unch
	Bina	Sarbati 306	2500	2500	Unch
Rajasthan	Kota	Lokwan Bilty	1950	1950	Unch
	Baran	Lokwan	NA	NA	-

Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			29-Dec-20	28-Dec-20	
Delhi	Lawrence Road	Mill Delivery	6000	5000	1000
	Narella	Mill Quality Loose	400	300	100
	Nazafgarh	Mill Quality Loose	200	150	50
Gujarat	Rajkot	Mill Quality Loose	600	1200	-600
	Dhrol	Mill Quality Loose	NR	121	-
M.P.	Indore	Mill Quality Loose	3000	4000	-1000
Rajasthan	Kota	Mill Quality	6000	6000	Unch
U.P.	Kanpur	Mill Quality Loose	800	500	300
	Mathura	Mill Quality Loose	400	350	50
	Kosi	Mill Quality Loose	100	100	Unch
	Hathras	Mill Quality Loose	200	200	Unch
	Aligarh	Mill Quality Loose	300	300	Unch
Punjab	Khanna	Mill Quality Loose	500	200	300
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	300	200	100
	Hodal	Mill Quality Loose	100	60	40
	Bhiwani	Mill Quality Loose	400	200	200
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat Products Delhi	29-Dec-20	28-Dec-20	Change
Atta (50kg) Ordinary	1030	1040	-10
Maida Grade 1 (50KG)	NA	NA	-
Suji (50kg)	1285	1295	-10
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	627.00	631.50	607.00	614.25	-12.75↓
May-21	627.00	629.75	608.00	615.00	-10.75↓
Jul-21	616.75	620.00	600.50	607.00	-8.75↓
Sep-21	619.00	621.25	603.25	609.50	-8.25↓
Dec-21	625.50	628.00	610.75	617.00	-7.75↓
Mar-22	630.50	632.00	617.50	623.50	-6.75↓

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