

### 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 31<sup>st</sup> Dec 2020. Wheat average prices were ruling at Rs 2228.91 per quintal during 24<sup>th</sup> – 31<sup>st</sup> 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

Wheat Futures Contract: 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 30<sup>th</sup> Dec-2020

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			30-Dec-20	29-Dec-20	
Delhi	Lawrence Road	Mill Delivery	1845	1840	5
	Narella	Mill Quality Loose	Closed	1720	-
	Nazafgarh	Mill Quality Loose	Closed	1715	-
Gujarat	Rajkot	Mill Delivery	1725	1720	5
	Ahmedabad	Mill Delivery	1780	1760	20
	Surat	Mill Delivery	1850	1815	35
	Dhrol	Mill Quality Loose	NR	NR	-
M.P.	Indore	Mill Delivery	1750	1740	10
	Bhopal	Mill Quality Loose	1550	1570	-20
Rajasthan	Kota	Mill Quality Loose	1600	1615	-15
		Mill Delivery	1725	1740	-15
U.P.	Kanpur	Mill Delivery	1650	1660	-10
	Mathura	Mill Quality Loose	1600	1640	-40
	Kosi	Mill Quality Loose	1600	1590	10
	Hathras	Mill Quality	1600	1625	-25

		Loose			
	Aligarh	Mill Quality Loose	Closed	1615	-
<b>Punjab</b>	Khanna	Mill Quality Loose	1630	1630	Unch
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
<b>Haryana</b>	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	-
<b>Tamil Nadu</b>	Chennai	Mill Quality	2000	2000	Unch
	Madurai	Mill Quality	2057	2057	Unch
	Coimbatore	Mill Quality	2057	2057	Unch
<b>Bihar</b>	Khagariya	Mill Delivery	1850	1850	Unch
	Muzaffarpur	Mill Delivery	1650	1675	-25
<b>FOR</b>	Kandla (Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			30-Dec-20	29-Dec-20	
<b>Gujarat</b>	Rajkot	Lokwan	1825	1850	-25
<b>M.P.</b>	Indore	Lokwan	2100	2100	Unch
	Bhopal	Lokwan	1825	1825	Unch
	Bina	Sarbati 306	Closed	2500	-
<b>Rajasthan</b>	Kota	Lokwan Bilty	1950	1950	Unch
	Baran	Lokwan	NA	NA	-

**Wheat Arrivals in Key Centers:**

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			30-Dec-20	29-Dec-20	
<b>Delhi</b>	Lawrence Road	Mill Delivery	6500	6000	500
	Narella	Mill Quality Loose	Closed	400	-
	Nazafgarh	Mill Quality Loose	Closed	200	-

<b>Gujarat</b>	Rajkot	Mill Quality Loose	700	600	<b>100</b>
	Dhrol	Mill Quality Loose	NR	NR	-
<b>M.P.</b>	Indore	Mill Quality Loose	1500	3000	<b>-1500</b>
<b>Rajasthan</b>	Kota	Mill Quality	4000	6000	<b>-2000</b>
<b>U.P.</b>	Kanpur	Mill Quality Loose	700	800	<b>-100</b>
	Mathura	Mill Quality Loose	200	400	<b>-200</b>
	Kosi	Mill Quality Loose	100	100	<b>Unch</b>
	Hathras	Mill Quality Loose	250	200	<b>50</b>
	Aligarh	Mill Quality Loose	Closed	300	-
<b>Punjab</b>	Khanna	Mill Quality Loose	500	500	<b>Unch</b>
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
<b>Haryana</b>	Sirsa	Mill Quality Loose	300	300	<b>Unch</b>
	Hodal	Mill Quality Loose	100	100	<b>Unch</b>
	Bhiwani	Mill Quality Loose	400	400	<b>Unch</b>
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

<b>Wheat Products Delhi</b>	<b>30-Dec-20</b>	<b>29-Dec-20</b>	<b>Change</b>
Atta (50kg) Ordinary	1030	1030	<b>Unch</b>
Maida Grade 1 (50KG)	NA	NA	-
Suji (50kg)	1285	1285	<b>Unch</b>
Chokar (50 kg)	NA	NA	-
Chokar (34 kg)	NA	NA	-
Chakki Atta (50kg)	1050	1050	<b>Unch</b>
Chakki Atta (50kg) Special	NA	NA	-
Chakki Atta (90kg) Superfine	NA	NA	-
Chakki Atta (50kg) Superfine	NA	NA	-

<b>Wheat (CBOT) Future Price:29.12.2020</b>					
<b>Contract Month</b>	<b>Open</b>	<b>High</b>	<b>Low</b>	<b>Close</b>	<b>Change</b>
<b>Mar-21</b>	614.25	623.25	611.50	618.50	+4.25
<b>May-21</b>	615.25	623.50	612.50	619.25	+4.25
<b>Jul-21</b>	607.00	615.25	604.75	611.75	+4.75
<b>Sep-21</b>	608.75	617.00	607.25	614.25	+4.75
<b>Dec-21</b>	616.00	624.25	615.25	621.75	+4.75
<b>Mar-22</b>	622.00	630.00	622.00	628.25	+4.75

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