

### Wheat Domestic Fundamentals:

**Once again, Madhya Pradesh has obtained permission to procure 135 lakh tonnes of wheat, leaving behind Punjab in wheat procurement.** The central government has allowed Madhya Pradesh to purchase 135 lakh metric tonnes of wheat at the support price for 2021. The state government had proposed to purchase more than 140 lakh metric tons with the center. At the same time, Punjab has got approval to buy 115 lakh tonnes, Haryana to buy 99 lakh tonnes, and Uttar Pradesh 55 lakh tonnes of wheat.

**According to traders, the arrival of new wheat has started in Kota mandi Rajasthan.** Arrival is low for now but likely to increase after the 15<sup>th</sup> of march. High temperature is expected to impact the yield by 10%.

**As per trade sources, India has exported around 4 lakh tonnes Wheat in the month of Janury-2021** at an average FOB of \$263 per tonnes, higher this year and the major destinations were Bangladesh, Sri Lanka, Qatar and Nepal. Exports are likely to be at higher side as other countries are providing wheat at higher prices. High export will be going to support the domestic market in near term.

**According to the Union Secretary, Department of Food & Public Distribution, A total quantity of 427.363 lakh tonnes wheat has been estimated for procurement during the forthcoming RMS 2021-22** which is 9.56 per cent more than the 389.93 lakh tonnes procured during RMS 2020-21. Wheat is a major rabi (winter-sown) crop. Harvesting starts from end of this month but picks up pace from April.

**All India's weekly average prices increased by 6.87 percent** to Rs. 2034.51 per quintal during the week ended 08<sup>th</sup> Mar 2021. Wheat average prices were ruling at Rs 2079.20 per quintal during 01<sup>st</sup> – 08<sup>th</sup> Mar 2020.

**As per trade source, Uttar Pradesh & Bihar: After pollination, the ripening stage** begins in Uttar Pradesh and Bihar. The crop is in the ripening stage (soft dough stage), where the high temperature will not affect much. The late sowing wheat crop in both states is still in the milking stage, where the high temperature will affect the granule and make them thin, which will affect the production. Production will depend on the temperature of the next ten days. At present, it is difficult to say how much production will decrease. In Madhya Pradesh and Gujarat the harvesting and Arrival started in Mandis, so the high temperature will not affect the crop, no major damage reported so far, and the crop is in good condition.

**Maharashtra government estimates its agricultural production in which** Wheat production is likely to be 17.85 lakhs MT. In Madhya Pradesh will start its Wheat procurement from March 22.

**India is likely to harvest a record 109.24 million tonnes of wheat this year,** the agriculture ministry said, further boosting stocks at government granaries that are fast running out of storage space due to more than a decade of bumper production. Wheat output in India, the world's second-biggest producer, is expected to go up by 1.3% in the crop year to June 2021, the Ministry of Agriculture and Farmers' Welfare said in its second crop forecast for 2020-21. Whereas Agriwatch estimates its wheat production estimate for MY 2020-21 will be 104 MMT.

**Indian FoB quote is hovering around \$257.67 per tonne. Against it Russia, Ukraine, France, US and Australia** are offering wheat at \$285.00, \$284.00, \$ 237.25, \$289 and \$256.75 per tonne respectively. There is little hope for recovery and likely to export more than 1 MMT this year also. However, India is expected to import around 1-5 thousand tonnes in MY 2020-21.

### International Market Update:

**Russian wheat export prices rose for the second consecutive week** last week due to higher prices in Chicago and Paris, analysts said on Monday. Russian wheat with 12.5% protein loading from Black Sea ports for supply in March was at \$287 a tonne free on board (FOB) at the end of last week, up \$4 from the previous week, agriculture consultancy IKAR said. Sovecon, another Moscow consultancy, said wheat and barley prices rose by \$4 to \$284 and \$251 per tonne, respectively. Russia's wheat has recovered its competitive edge after a sell-off in the previous weeks, Sovecon said. Russia doubled its wheat export tax to 50 euros (\$60) per tonne starting from Monday. Sovecon expects the country's wheat exports to slow within the next two weeks.

**Australian grain growers could cash in on Russia's beefed-up wheat export taxes** with a local record crop still on the cards. ANZ's latest agricultural commodity report has found Russia's decision to impose a wheat export tax of \$ 80 a tonne from March until June could benefit Australia. Moscow has charged the tax to reduce domestic wheat prices and increase the availability of food and feed. As a result, Russian wheat is more expensive than Australian varieties for the first time.

**Saudi Arabia Sago bought wheat without issuing a tender! SAGO said** on its website it bought 355k Australian.

Wheat Futures Contact: NCDEX Price							Date: 08.03.2021 at 5:00 PM		
Contract Month	+/-	Open	High	Low	Close	Volume	Ch. From previous day	OI	Ch. From previous day
21-Feb	-	-	-	-	1811				
21-Mar	-	-	-	-	1817				
21-Apr	-	-	-	-	1822				

## Wheat Daily Prices and Arrivals on 08.03.2021

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			08-Mar-21	06-Mar-21	
Delhi	Lawrence Road	Mill Delivery	1895	1895	Unch
	Narella	Mill Quality Loose	1740	1740	Unch
	Nazafgarh	Mill Quality Loose	1725	1720	5
Gujarat	Rajkot	Mill Delivery	1790	1780	10
	Ahmedabad	Mill Delivery	1880	1890	-10
	Surat	Mill Delivery	1925	1940	-15
	Dhrol	Mill Quality Loose	1915	1815	100
M.P.	Indore	Mill Delivery	1825	1825	Unch
	Bhopal	Mill Quality Loose	1750	1740	10
Rajasthan	Kota	Mill Quality Loose	1750	1750	Unch
		Mill Delivery	1900	1900	Unch
U.P.	Kanpur	Mill Delivery	1700	1750	-50
	Mathura	Mill Quality Loose	1715	1725	-10
	Kosi	Mill Quality Loose	1800	1780	20
	Hathras	Mill Quality Loose	1700	1680	20
	Aligarh	Mill Quality Loose	1665	1680	-15
Punjab	Khanna	Mill Quality Loose	1780	1800	-20
	Ludhiana (Jagraon)	Mill Delivery	NA	0	-
Haryana	Sirsa	Mill Delivery loose	1800	1800	Unch
	Hodal	Mill Delivery	NA	0	-
	Bhiwani	Mill Quality Loose	1780	1800	-20
	Karnal	Mill Delivery	NA	0	-
	Panipat	Mill Quality Loose	NA	0	-
Tamil Nadu	Chennai	Mill Quality	2100	2100	Unch
	Madurai	Mill Quality	2157	2157	Unch
	Coimbatore	Mill Quality	2157	2157	Unch
Bihar	Khagariya	Mill Delivery	1800	1800	Unch
	Muzaffarpur	Mill Delivery	1800	1750	50

FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	0	0	Unch
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NA	0	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			08-Mar-21	06-Mar-21	
Gujarat	Rajkot	Lokwan	1850	1825	25
M.P.	Indore	Lokwan	2100	2100	Unch
	Bhopal	Lokwan	1900	2000	-100
	Bina	Sarbati 306	2500	2500	Unch
Rajasthan	Kota	Lokwan Bilty	1875	1875	Unch
	Baran	Lokwan	1750	1750	Unch

Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			08-Mar-21	06-Mar-21	
Delhi	Lawrence Road	Mill Delivery	6500	6000	500
	Narella	Mill Quality Loose	300	150	150
	Nazafgarh	Mill Quality Loose	150	250	-100
Gujarat	Rajkot	Mill Quality Loose	13000	10000	3000
	Dhrol	Mill Quality Loose	171	59	112
M.P.	Indore	Mill Quality Loose	10000	7000	3000
Rajasthan	Kota	Mill Quality	6000	5000	1000
U.P.	Kanpur	Mill Quality Loose	1200	1500	-300
	Mathura	Mill Quality Loose	300	500	-200
	Kosi	Mill Quality Loose	1000	1200	-200
	Hathras	Mill Quality Loose	250	300	-50
	Aligarh	Mill Quality Loose	500	400	100
Punjab	Khanna	Mill Quality Loose	700	500	200
	(Ludhiana)Jagraon	Mill Quality Loose	NA	0	-
Haryana	Sirsa	Mill Quality Loose	200	500	-300
	Hodal	Mill Quality Loose	50	150	-100
	Bhiwani	Mill Quality Loose	400	300	100
	Karnal	Mill Delivery	NA	0	-
	Panipat	Mill Quality Loose	NA	0	-

Wheat Products Delhi			08-Mar-21	06-Mar-21	Change
Atta (50kg) Ordinary			NA	0	-
Maida Grade 1 (50KG)			NA	0	-
Suji (50kg)			NA	0	-

Chokar (50 kg)	NA	0	-
Chokar (34 kg)	NA	0	-
Chakki Atta (50kg)	NA	0	-
Chakki Atta (50kg) Special	NA	0	-
Chakki Atta (90kg) Superfine	NA	0	-
Chakki Atta (50kg) Superfine	NA	0	-

**Wheat (CBOT) Future Price: 05.03.2021**

Contract Month	Open	High	Low	Close	Change
<b>Mar-21</b>	649.50	657.50	647.00	654.00	+4.25↑
<b>May-21</b>	651.00	660.75	646.75	653.00	+2.00↑
<b>Jul-21</b>	641.25	649.00	636.75	643.25	+2.25↑
<b>Sep-21</b>	640.00	646.75	636.25	642.00	+2.25↑
<b>Dec-21</b>	645.00	651.75	641.25	647.00	+2.00↑
<b>Mar-22</b>	650.25	655.75	646.50	651.50	+1.50↑

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