

Wheat Domestic Fundamentals:

Procurement of wheat has recently commenced in Rabi Marketing Season (RMS) 2021-22 in Punjab, Haryana, Uttar Pradesh, Madhya Pradesh, Rajasthan, Uttarakhand, Chandigarh, Delhi and Gujarat at MSP. Till April 11, a quantity of 29.24 lakh tonnes of wheat has been procured benefitting 3,30,046 farmers with MSP value of Rs. 5774.20 crore,"

Haryana Govt on Monday ordered to stop the purchase of wheat in 18 mandis of the State for 24 hours due to excess arrival of wheat in these mandis. The decision was taken in a review meeting regarding ongoing rabi procurement season 2021-22 held under the CM Manohar Lal Khattar at his residence here. The farmers of the other states are already barred from entering mandis in Haryana till further orders. For this, the Director General of Police has been directed to set up checkpoints at state borders.

A dust storm followed by rain hit several Punjab Tuesday night areas affecting standing crops over 11,645 hectares in at least four districts. The storm is likely to hit crop yield in the affected area by 2 to 3%. According to the Department of Agriculture, the districts where the crop has been affected are Ludhiana, Fatehgarh Sahib, Bathinda, and Mohali. This damage is to crop covering 0.33% of the total area under wheat in Punjab, said the report. In Ludhiana, the damage is the maximum around 6,275-hectare area under wheat the yield might be affected by 1 to 1.5% in this area.

Possibility of hailstorm with heavy rains at many places from Jammu and Kashmir to Uttarakhand. Heatwave is likely in the southern districts of Rajasthan, Vidarbha, Gujarat, and Madhya Pradesh. Light rain is accompanied by dust storms in Punjab, Haryana, Maharashtra, Chhattisgarh, Telangana, and South. Madhya Pradesh may receive rain at the end of the week

The Haryana government has relaxed procurement norms allowing farmers to bring their produce to mandis without schedule but most wheat reaching in the grain markets do not fit the procurement guidelines. Farmers reaching the mandis said that procurement agencies did not procure their produce due to higher moisture content and wheat crop is being scattered in mandis to bring down the moisture content to the permissible limit of 12%.

The Federation of Arhtiyas' Associations of Punjab in its 'Mandi Bachao Mahasammelan' at Bagha Purana announced that the arhtiyas will not purchase the rabi Wheat this season if the new payment mode is not withdrawn. The arhtiyas also demanded release of pending of ₹131 crore from state government.

As per trade sources, India has exported around 3.70 lakh tonnes Wheat in the month of February-2021 at an average FOB of \$263 per tonnes, higher this year and the major destinations were Bangladesh, Malaysia, Oman, 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.

Due to rising COVID-19 cases and late crop maturity, wheat procurement in Punjab has been rescheduled few days late from April 10 following the state government's request, according to the Union Food Ministry. In Haryana Wheat procurement is going to start from April 1. Under the farmer movement, the state government is looking very serious about purchasing crops this year.

International Market Update:

Wheat prices fell across all major exporting countries since last month's WASDE with improved winter wheat conditions in several key production regions. Furthermore, some importers are delaying purchases awaiting the upcoming harvest in anticipation of lower new crop prices. The biggest reduction over the past month has been for Russia, where crop prospects have improved, and export quotes have eased amid the current export policies, including the announcement of floating taxes for the new crop year. Its quotes are currently the most competitive. EU quotes have also eased and remain slightly above Russia. Argentine quotes have fallen modestly with slowing farmer sales. Australian quotes have edged somewhat lower with new supplies but remain supported by strong demand from Asian markets. Quotes from Canada are currently the highest among major suppliers.

Argentine farmers are expected to plant over 7.0 million hectares of wheat in 2021/22, up 4% compared to 2020/21, announced the agriculture ministry. The ministry also predicted that farmers could export as much as 14.0 MMT of wheat in 2021/22.

Farmers in Ukraine are nearly a month behind their planting schedule that usually begins at the end of February. Snow and wet conditions kept farmers out of their fields until the end of March. Russian wheat farmers are also delayed but only by about ten days. One analyst put planting 70% behind the same time last year but added that he is optimistic farmers can catch up. SovEcon raised Russia's wheat production forecast to 79.3 MMT. Ukraine's economy minister said

Wheat Futures Contact: NCDEX Price							Date: 12.04.2021 at 5:00 PM		
Contract Month	+/-	Open	High	Low	Close	Volume	Ch. From previous day	Open Int.	Ch. From previous day
21-Apr	-	-	-	-	1858				
21-May	-	-	-	-	1863				
21-Jun	-	-	-	-	1869				

Wheat Daily Prices and Arrivals on 12.03.2021

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			12-Apr-21	10-Apr-21	
Delhi	Lawrence Road	Mill Delivery	1980	1960	20
	Narella	Mill Quality Loose	1780	1770	10
	Nazafgarh	Mill Quality Loose	1825	1810	15
Gujarat	Rajkot	Mill Delivery	1725	1720	5
	Ahmedabad	Mill Delivery	1865	1840	25
	Surat	Mill Delivery	1950	1935	15
	Dhrol	Mill Quality Loose	NA	NA	-
M.P.	Indore	Mill Delivery	Closed	Closed	-
	Bhopal	Mill Quality Loose	Closed	Closed	-
Rajasthan	Kota	Mill Quality Loose	1715	1725	-10
		Mill Delivery	1865	1875	-10
U.P.	Kanpur	Mill Delivery	1735	1700	35
	Mathura	Mill Quality Loose	1710	1725	-15
	Kosi	Mill Quality Loose	1750	1725	25
	Hathras	Mill Quality Loose	1750	1780	-30
	Aligarh	Mill Quality Loose	1750	1735	15
Punjab	Khanna	Mill Quality Loose	1975	Closed	-
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1975	1975	Unch
	Hodal	Mill Delivery	0	0	Unch
	Bhiwani	Mill Quality Loose	1870	1860	10
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	2100	2100	Unch
	Madurai	Mill Quality	2157	2157	Unch
	Coimbatore	Mill Quality	2157	2157	Unch
Bihar	Khagariya	Mill Delivery	1750	1800	-50
	Muzaffarpur	Mill Delivery	1670	1680	-10
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			12-Apr-21	10-Apr-21	
Gujarat	Rajkot	Lokwan	1850	1850	Unch
M.P.	Indore	Lokwan	Closed	Closed	-
	Bhopal	Lokwan	Closed	Closed	-
	Bina	Sarbati 306	Closed	NA	-
Rajasthan	Kota	Lokwan Bilty	1840	1850	-10
	Baran	Lokwan	2200	2170	30

Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			12-Apr-21	10-Apr-21	
Delhi	Lawrence Road	Mill Delivery	10000	8000	2000
	Narella	Mill Quality Loose	5000	4000	1000
	Nazafgarh	Mill Quality Loose	1500	1000	500
Gujarat	Rajkot	Mill Quality Loose	10000	12000	-2000
	Dhrol	Mill Quality Loose	NA	NA	-
M.P.	Indore	Mill Quality Loose	Closed	Closed	-
Rajasthan	Kota	Mill Quality	55000	50000	5000
U.P.	Kanpur	Mill Quality Loose	1000	1500	-500
	Mathura	Mill Quality Loose	8000	13000	-5000
	Kosi	Mill Quality Loose	1000	2000	-1000
	Hathras	Mill Quality Loose	1500	500	1000
	Aligarh	Mill Quality Loose	2000	3000	-1000
Punjab	Khanna	Mill Quality Loose	70000	Closed	-
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
Haryana	Sirsa	Mill Quality Loose	8000	10000	-2000
	Hodal	Mill Quality Loose	100000	100000	Unch
	Bhiwani	Mill Quality Loose	NA	500	-
	Karnal	Mill Delivery	60000	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat (CBOT) Future Price: 09.04.2021

Contract Month	Open	High	Low	Close	Change
May-21	628.75	646.50	627.25	638.75	+10.00↑
Jul-21	630.50	646.50	628.50	640.50	+10.00↑
Sep-21	632.50	647.00	630.75	641.50	+9.50↑
Dec-21	637.00	651.00	635.50	646.00	+9.25↑
Mar-22	640.50	653.50	639.50	649.50	+8.75↑
May-22	638.00	649.00	638.00	647.00	+8.00↑
Jul-22	628.75	646.50	627.25	638.75	+10.00↑

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