

### Wheat Domestic Fundamentals:

**Procurement of Wheat in ongoing RMS 2021-22 is continuing smoothly in the procuring States of Haryana, Uttar Pradesh, Madhya Pradesh, Rajasthan, Himachal Pradesh, Delhi, and Jammu & Kashmir at MSP, as was done in previous seasons, and till now (up-to 2.06.2021) a quantity of over 411.13 LMT of Wheat has been procured. About 44.43 lakh farmers have already been benefitted with MSP value of Rs.81,196 crore from the ongoing RMS procurement operations. According to FCI, there were about 19,036 wheat procurement centres during the ongoing 2021-22 rabi marketing season. Total stock of wheat in the central pool is around 525.65 LMT which is higher than buffer stock norms.**

**Punjab Government and agencies have procured 132.10 lakh metric tonnes of wheat, 2 lakh metric tonnes with more than 8 lakh farmers receiving over Rs 23,000 crore directly into their bank accounts. It was the first time in Punjab that farmers were paid directly instead of through arhtiyas or middlemen.**

**As per ministry recent estimates, India is likely to produce higher Wheat crop in 2020-21. The country may produce 108.75 million tonnes in this season which is higher by 0.89% from 107.86 from last year record amid good monsoon rain last year.**

**According to a release from the FCI, the government has set the auction of good-quality wheat procured in 2021-22 marketing season at Rupees 21,500/mt (\$293/mt). In the 2020-21 marketing season, the government sold wheat slightly lower than the current prices, at Rupees 21,350/mt. The hike in fair-quality wheat is seen pushing up export prices of the grain, as most traders will turn to these auctions to purchase while most benchmark markets are shut due to COVID-19 related restrictions.**

**The government procurement agencies in Haryana have procured total 84.93 LMT consisting 6.94 LMT by FCI and 77.99 LMT by state agency. Expecting bumper produce this year, the government had increased the procurement target.**

### International Market Update:

**United States shipped nearly six times the volume of wheat to China in 2020/21 compared to the previous year, with the total nearing 120 million bushels as of press time. U.S. may export higher wheat to China over the next year. In the U.S., winter wheat harvest has been started now. It is still too early to estimate final yields, though timely spring rains in the Central and Southern Plains bode well for yield monitors in the coming weeks. While winter wheat supplies are likely to remain abundant this year, the fate of spring wheat stocks is less certain. USDA reduced 2020/21 wheat usage for human consumption in the May 2021 World Agricultural Supply and Demand Estimates (WASDE) report. U.S. wheat milling rates for flour between January through March 2021 came in at 224.5 million bushels.**

Spring wheat plantings are complete this year, with 90% of the crop now emerged. That's up from 80% a week ago and faster than both 2020's pace of 79% and the prior five-year average of 86%. Spring wheat quality is on its heels, meantime, dropping five points to 38% of the crop rated in good-to-excellent condition.

**Russia As per analyst, Russian export prices for the summer's new wheat crop were steady last week due to a stronger rouble amid higher oil prices. Prices for new-crop Russian wheat with 12.5% protein loading from Black Sea ports and for supply at the end of July were \$256 a tonne free on board (FOB) at the end of last week, unchanged from the previous week, the IKAR agriculture consultancy said in a note. As per IKAR, Russia may harvest 80 million tonnes of Wheat in 2021. The estimate is higher by 500,000 tonnes from its last given estimates.**

**China may harvest 5.0 billion bushels of wheat by the end of summer – a new high for the world's largest wheat producer. However, rising Chinese livestock, poultry, and human food demand will consume all of those bushels, plus another 367 million bushels of imports.**

**Weather Outlook:** Southwest Monsoon is likely to advance into remaining parts of Maharashtra(including Mumbai), Telangana and Andhra Pradesh by 11 June; Odisha, West Bengal, Chhattisgarh, Jharkhand, Bihar, East Uttar Pradesh, some parts of Madhya Pradesh, and Gujarat state during 11-13 June, 2021

Wheat Futures Contact: NCDEX Price							Date: 8.06.2021 at 5:00 PM		
Contract Month	+/-	Open	High	Low	Close	Volume	Ch. From previous day	Open Int.	Ch. From previous day
21-Jun	-	-	-	-	-	-	-	-	-
21-July	-	-	-	-	1843				
21-Aug	-	-	-	-	-				

## Wheat Daily Prices and Arrivals on 28.05.2021

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			8-June-21	7-June-21	
Delhi	Lawrence Road	Mill Delivery	1880	1875	5
	Narella	Mill Quality Loose	NR	NR	-
	Nazafgarh	Mill Quality Loose	NR	NR	-
Gujarat	Rajkot	Mill Delivery	1750	1710	40
	Ahmedabad	Mill Delivery	1860	1840	20
	Surat	Mill Delivery	1940	1935	5
	Dhrol	Mill Quality Loose	1630	NA	-
M.P.	Indore	Mill Delivery	1975	1975	Unch
	Bhopal	Mill Quality Loose	1750	1750	Unch
Rajasthan	Kota	Mill Quality Loose	1750	1775	-25
		Mill Delivery	1900	1925	-25
U.P.	Kanpur	Mill Delivery	1750	1750	Unch
	Mathura	Mill Quality Loose	1715	1710	5
	Kosi	Mill Quality Loose	1720	1700	20
	Hathras	Mill Quality Loose	1685	1680	5
	Aligarh	Mill Quality Loose	1680	1670	10
Punjab	Khanna	Mill Quality Loose	1800	1800	Unch
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1800	1800	Unch
	Hodal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	NR	Closed	-
	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	1800	1800	Unch
	Muzaffarpur	Mill Delivery	1775	1775	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NA	NA	-

	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NA	NA	-
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Centre	Market	Variety	Prices (Rs/Qtl)		Change
			8-June-21	7-June-21	
<b>Gujarat</b>	Rajkot	Lokwan	1850	1800	<b>50</b>
<b>M.P.</b>	Indore	Lokwan	2000	2000	<b>Unch</b>
	Bhopal	Lokwan	2100	2100	<b>Unch</b>
	Bina	Sarbati 306	NA	NA	-
<b>Rajasthan</b>	Kota	Lokwan Bilty	1875	1900	<b>-25</b>
	Baran	Lokwan	2050	2050	<b>Unch</b>

**Wheat Arrivals in Key Centers:**

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			8-June-21	7-June-21	
<b>Delhi</b>	Lawrence Road	Mill Delivery	6000	5000	<b>1000</b>
	Narella	Mill Quality Loose	NR	NR	-
	Nazafgarh	Mill Quality Loose	NR	NR	-
<b>Gujarat</b>	Rajkot	Mill Quality Loose	2200	2500	<b>-300</b>
	Dhrol	Mill Quality Loose	330	NA	-
<b>M.P.</b>	Indore	Mill Quality Loose	3500	5000	<b>-1500</b>
<b>Rajasthan</b>	Kota	Mill Quality	10000	9000	<b>1000</b>
<b>U.P.</b>	Kanpur	Mill Quality Loose	1800	2000	<b>-200</b>
	Mathura	Mill Quality Loose	3000	2500	<b>500</b>
	Kosi	Mill Quality Loose	1500	2000	<b>-500</b>
	Hathras	Mill Quality Loose	1000	900	<b>100</b>
	Aligarh	Mill Quality Loose	2500	3000	<b>-500</b>
<b>Punjab</b>	Khanna	Mill Quality Loose	500	300	<b>200</b>
	(Ludhiana)Jagraon	Mill Quality Loose	NA	NA	-
<b>Haryana</b>	Sirsa	Mill Quality Loose	300	300	<b>Unch</b>
	Hodal	Mill Quality Loose	50	50	<b>Unch</b>
	Bhiwani	Mill Quality Loose	NR	Closed	-
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

**Wheat (CBOT) Future Price: 07.06.2021**

Contract Month	Open	High	Low	Close	Change
Jul21	694.25	704	678.5	680	-7.75
Sep21	697.25	708.5	685.25	686.5	-6
Dec21	703.75	715.25	693.25	694.5	-5.25
Mar22	712	721.5	701.25	702.25	-4.25
May22	719.5	722.5	704.75	706.25	-1.25
Jul22	706.25	717	702.5	705	3

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