

**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 27.06.2021) a quantity of over 432.83 LMT of Wheat has been procured all time higher against 395.51 LMT in last year in the corresponding period of time. About 49.07 lakh farmers have already been benefitted with MSP value of Rs.85,483.25 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.**

**During the current Rabi marketing season, the government may exceed its revised wheat procurement target of 433.5 lakh tonnes. Bihar may extend procurement till July 15, 2021, perhaps raising the set value for the current season. This season, 16 lakh tonnes of wheat were transferred by rail from mandies in Punjab, Haryana, and Madhya Pradesh during the pick procurement period, resulting in a reduction in mandies oversupply and smooth procurement procedures.**

**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:**

**U.S. winter wheat** futures rose after buyers' interest in the market. According to a Reuters poll, a weekly U.S. Agriculture Department report on Monday afternoon was expected to indicate that good-to-excellent ratings for the spring wheat harvest declined 2 percentage points to 25%. Analysts predict that 50 percent of the winter wheat crop will be graded good to excellent, up from 50 percent a week before.

In its June 2021 report, the WASDE upped wheat production predictions in the United States. Overall wheat production is expected to reach 1,898 million bushels, up 26 million from last month, as stronger Hard Red Winter and Soft Red Winter production offset decreased White Winter production. In comparison to last month, the wheat yield is expected to increase by 0.7 bushels to 50.7 bushels per acre. Beginning stocks fell as 2020/21 shipments were increased by 20 million bushels to 985 million, owing to greater recent monthly exports. Due to the greater supplies, feed and residual use has been increased by 10 million bushels to 180 million bushels, as wheat is likely to be priced competitively with corn throughout the summer months. Ending stocks have been reduced by 4 million bushels to 770 million bushels, a reduction of 10% from the projected 2020/21 ending stocks for 2021/22.

**Argentina is expected to transport 12 million tonnes of wheat in 2021/22, according to the Buenos Aires Cereals Exchange, following a higher output projection for 2021/22. Internal wheat milling should also increase by 8.3% to 6.5 million tonnes in 2021/22 under this scenario.**

**Weather Outlook:** Fairly widespread to widespread rainfall with isolated heavy falls likely over most parts of Northeast and East India; scattered to fairly widespread rainfall along the west coast and isolated to scattered rainfall likely over remaining parts of the country except Punjab, Haryana and Rajasthan where weather is likely to be dry

Wheat Futures Contact: NCDEX Price							Date: 29.06.2021 at 5:00 PM		
Contract Month	+/-	Open	High	Low	Close	Volume	Ch. From previous day	Open Int.	Ch. From previous day
21-July	-	-	-	-	-	-	-	-	-
21-Aug	-	-	-	-	1729	-	-	-	-
21-Sep	-	-	-	-	-	-	-	-	-

## Wheat Daily Prices and Arrivals on 18.06.2021

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			29-June-21	28-June-21	
Delhi	Lawrence Road	Mill Delivery	1820	1800	20
	Narella	Mill Quality Loose	NR	NR	-
	Nazafgarh	Mill Quality Loose	NR	NR	-
Gujarat	Rajkot	Mill Delivery	1730	1735	-5
	Ahmedabad	Mill Delivery	1850	1850	Unch
	Surat	Mill Delivery	1950	1950	Unch
	Dhrol	Mill Quality Loose	NA	NA	-
M.P.	Indore	Mill Delivery	1850	1850	Unch
	Bhopal	Mill Quality Loose	1750	1725	25
Rajasthan	Kota	Mill Quality Loose	1750	1770	-20
		Mill Delivery	1900	1920	-20
U.P.	Kanpur	Mill Delivery	1710	1710	Unch
	Mathura	Mill Quality Loose	1660	1700	-40
	Kosi	Mill Quality Loose	1680	1660	20
	Hathras	Mill Quality Loose	1600	1580	20
	Aligarh	Mill Quality Loose	1690	1680	10
Punjab	Khanna	Mill Quality Loose	1810	1800	10
	Ludhiana (Jagraon)	Mill Delivery	NA	NA	-
Haryana	Sirsa	Mill Delivery loose	1730	1730	Unch
	Hodal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1730	1740	-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	1700	50
	Muzaffarpur	Mill Delivery	1750	1700	50
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	-	-	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	-	-	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			29-June-21	28-June-21	
<b>Gujarat</b>	Rajkot	Lokwan	1800	1800	<b>Unch</b>
<b>M.P.</b>	Indore	Lokwan	2200	2200	<b>Unch</b>
	Bhopal	Lokwan	2200	2200	<b>Unch</b>
	Bina	Sarbati 306	NA	NA	-
<b>Rajasthan</b>	Kota	Lokwan Bilty	1875	1895	<b>-20</b>
	Baran	Lokwan	2020	2000	<b>20</b>

**Wheat Arrivals in Key Centers:**

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			29-June-21	28-June-21	
<b>Delhi</b>	Lawrence Road	Mill Delivery	5000	5000	<b>Unch</b>
	Narella	Mill Quality Loose	NR	NR	-
	Nazafgarh	Mill Quality Loose	NR	NR	-
<b>Gujarat</b>	Rajkot	Mill Quality Loose	1800	1600	<b>200</b>
	Dhrol	Mill Quality Loose	NA	NA	-
<b>M.P.</b>	Indore	Mill Quality Loose	2000	2000	<b>Unch</b>
<b>Rajasthan</b>	Kota	Mill Quality	6000	7000	<b>-1000</b>
<b>U.P.</b>	Kanpur	Mill Quality Loose	1500	2000	<b>-500</b>
	Mathura	Mill Quality Loose	600	3000	<b>-2400</b>
	Kosi	Mill Quality Loose	800	1500	<b>-700</b>
	Hathras	Mill Quality Loose	700	500	<b>200</b>
	Aligarh	Mill Quality Loose	1000	2600	<b>-1600</b>
<b>Punjab</b>	Khanna	Mill Quality Loose	600	600	<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	200	100	<b>100</b>
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

**Wheat (CBOT) Future Price: 28.06.2021**

Contract Month	Open	High	Low	Close	Change
Jul21	638	655	637	646	9
Sep21	640.25	659.25	639.25	651.5	10.75
Dec21	647.25	666	647	658.75	10.75
Mar22	653.25	672	653.25	665.5	11
May22	656	673.75	656	667.75	10.75
Jul22	652	668	652	662.25	10

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