

Wheat Domestic Fundamentals:

Wheat procurement for the Rabi marketing season 2021-22 is nearly complete in India's various states. Wheat was procured in excess of 433.32 LMT, a record high compared to 387.4 LMT in previous seasons. With MSPs of Rs.85,58139, crore, the current RMS procurement operations have already benefited over 49.15 lakh farmers higher against 43.35 lakh farmers in 2020-21. This season's procurement volume is also bigger than the previous four years record. According to FCI, there were approx. 19,036 wheat procurement centres during the rabi marketing season of 2021-22.

In the month of June, India exported 4.10 lakh tonnes of wheat lower against 4.96 lakh tonnes in May 2021. Indian wheat has declined in June month due higher export price. According to the DGCIS data, India exported 2.28 Lakh tonnes in the current fiscal year as of April 2021. In 2020-21 fiscal year, the country exported total 20.80 lakh tonnes.

This Rabi season, government procured 132.10 LMT of wheat from Punjab, higher from MP's procurement record of 128.08 LMT in 2021-22. However, it was procured lower at 127.14 LMT from Punjab compared to 129.42 LMT in MP during 2020-21.

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.

International Market Update:

Wheat futures on the CBOT increased on Friday as harvest setbacks in North America, Russia and Western Europe raised concern over tightening export supplies. Drought damage in North America, lower Russian production projections, and quality concerns over the European Union's harvest may support CBOT prices in coming days.

According to the Russian agriculture ministry, the country harvested 47.4 million mt of wheat from the start of the MY2021-22 and Aug. 3, 2021, a decrease from 49.7 million mt the previous year over the same period. Farmers have threshed 13.8 million hectares of crop so far, compared to 13.6 million hectares last year. Wheat yields are reported down to 34.3 kg/hectare from 36.6 kg/hectare in last season at the same period of time.

European Union soft wheat exports is kept unchanged at 30 million tonnes for 2021/22 compared to last month. EU union member countries may grow higher soft wheat production for 2021/22 at 127.7 million tonnes, against 125.8 million as estimated in June'21 and 119.4 million tonnes last year.

Argentina's wheat harvest for 2021/22 was destroyed last week, according to sources, due to early morning frosts and persistently low temperatures. So far, 99 percent of Argentina's wheat planting has been completed.

Weather Outlook: Expected gradual weakening of Low Pressure Area over Madhya Pradesh by 08 th August and gradual shifting of monsoon trough to the foothills of the Himalayas by 10th August.

Wheat Futures Contract: NCDEX Price							Date:06.08.2021 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	-	-	-	-	1778	-	-	-	-
21-Sep	-	-	-	-	-	-	-	-	-

Wheat Daily Prices and Arrivals on 02.08.2021

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			07-Aug-21	06-Aug-21	
Delhi	Lawrence Road	Mill Delivery	1880	1890	-10
	Narella	Mill Quality Loose	1790	1800	-10
	Nazafgarh	Mill Quality Loose	1780	1780	Unch
Gujarat	Rajkot	Mill Delivery	1820	1820	Unch
	Ahmedabad	Mill Delivery	1885	1890	-5
	Surat	Mill Delivery	1965	1970	-5
	Dhrol	Mill Quality Loose	NA	NA	-
M.P.	Indore	Mill Delivery	1925	1930	-5
	Bhopal	Mill Quality Loose	1830	1825	5
Rajasthan	Kota	Mill Quality Loose	1800	1800	Unch
		Mill Delivery	1950	1950	Unch
U.P.	Kanpur	Mill Delivery	1740	1740	Unch
	Mathura	Mill Quality Loose	1680	1680	Unch
	Kosi	Mill Quality Loose	1680	1670	10
	Hathras	Mill Quality Loose	1700	1680	20
	Aligarh	Mill Quality Loose	1700	1680	20
Punjab	Khanna	Mill Quality Loose	1760	1760	Unch
	Ludhiana (Jagraon)	Mill Delivery	-	-	-
Haryana	Sirsa	Mill Delivery loose	1740	1740	Unch
	Hodal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1785	1785	Unch
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-
Tamil Nadu	Chennai	Mill Quality	2150	2150	Unch
	Madurai	Mill Quality	2207	2207	Unch
	Coimbatore	Mill Quality	2207	2207	Unch
Bihar	Khagariya	Mill Delivery	1700	1700	Unch
	Muzaffarpur	Mill Delivery	1750	1750	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			07-Aug-21	06-Aug-21	
Gujarat	Rajkot	Lokwan	1925	1925	Unch
M.P.	Indore	Lokwan	2200	2200	Unch
	Bhopal	Lokwan	2200	2200	Unch
	Bina	Sarbati 306	NA	NA	-
Rajasthan	Kota	Lokwan Bilty	1925	1925	Unch
	Baran	Lokwan	1950	1950	Unch

Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			07-Aug-21	06-Aug-21	
Delhi	Lawrence Road	Mill Delivery	6000	5000	1000
	Narella	Mill Quality Loose	100	200	-100
	Nazafgarh	Mill Quality Loose	20	100	-80
Gujarat	Rajkot	Mill Quality Loose	1300	1500	-200
	Dhrol	Mill Quality Loose	NA	NA	-
M.P.	Indore	Mill Quality Loose	1000	1000	Unch
Rajasthan	Kota	Mill Quality	800	1000	-200
U.P.	Kanpur	Mill Quality Loose	800	700	100
	Mathura	Mill Quality Loose	500	500	Unch
	Kosi	Mill Quality Loose	500	300	200
	Hathras	Mill Quality Loose	150	200	-50
	Aligarh	Mill Quality Loose	300	300	Unch
Punjab	Khanna	Mill Quality Loose	400	400	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	-	-	-
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	50	70	-20
	Bhiwani	Mill Quality Loose	200	400	-200
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

Wheat (CBOT) Future Price: 06.08.2021

Contract Month	Open	High	Low	Close	Change
Sep21	712.75	724.75	709.25	719	6.25
Dec21	725.25	737.75	722	733.25	8
Mar22	735	747.75	732.25	743.5	8
May22	735.75	748.25	733.25	746.5	10.25
Jul22	710	725	708.5	721.75	10.25
Dec22	712.5	730	710.75	725.25	12.25

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