

**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.**

**According to USDA, India is expected to ship more wheat in 2020-21 as a result of weaker output in the European Union, smaller crop sizes in Ukraine, and Russian government policy. China's strong demand will also assist India's export volume grow.**

**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 prices on the CBOT rose yesterday on concerns about tightening global supply. Lower winter wheat yields in Russia, drought damage in North America's spring wheat crop, and excessive rain during the European Union harvest have all prompted concerns regarding export supply.**

**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, down from 49.7 million mt the previous year over the same period. So far, farmers have harvested 13.8 million hectares of crop, up from 13.6 million hectares last year. Wheat yields have dropped to 34.3 kg/hectare, down from 36.6 kg/hectare in the previous year. From July 28 through August 3, 2021, the agency has set the wheat export tariff at \$31.4 per tonne. The FOB price of Russia's 12.5 percent protein wheat was \$267/mt at the end of last week up \$13 from the previous week. Export volume was estimated to be lower in July'21 due to delayed harvesting, but it is expected to increase between 4 and 4.5 million tonnes in August 2021.**

**According to IKRA, due to low yields in the Central and Volga regions, Russia may produce 3 million MT less wheat harvest, bringing the total to 78.5 million MT. S&P Platts estimates the crop size for MY 2021-22 to be 83.8 million MT.**

**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.**

**Weather Outlook: Scattered to fairly widespread rainfall with isolated heavy falls very likely to continue over East Uttar Pradesh & Bihar during 13th-14th August and reduction thereafter.**

Wheat Futures Contract: NCDEX Price							Date:12.08.2021 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	-	-	-	-	1908	-	-	-	-
21-Sep	-	-	-	-	-	-	-	-	-

**Wheat Daily Prices and Arrivals on 02.08.2021**

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			13-Aug-21	12-Aug-21	
Delhi	Lawrence Road	Mill Delivery	1900	1890	10
	Narella	Mill Quality Loose	1870	1780	90
	Nazafgarh	Mill Quality Loose	1830	1790	40
Gujarat	Rajkot	Mill Delivery	1900	1900	Unch
	Ahmedabad	Mill Delivery	1935	1925	10
	Surat	Mill Delivery	2020	2010	10
	Dhrol	Mill Quality Loose	1865	1830	35
M.P.	Indore	Mill Delivery	1940	1940	Unch
	Bhopal	Mill Quality Loose	1850	1850	Unch
Rajasthan	Kota	Mill Quality Loose	1775	1775	Unch
		Mill Delivery	1900	1900	Unch
U.P.	Kanpur	Mill Delivery	1740	1740	Unch
	Mathura	Mill Quality Loose	1700	1710	-10
	Kosi	Mill Quality Loose	1670	1660	10
	Hathras	Mill Quality Loose	1680	1690	-10
	Aligarh	Mill Quality Loose	1690	1680	10
Punjab	Khanna	Mill Quality Loose	1820	1780	40
	Ludhiana (Jagraon)	Mill Delivery	-	-	-
Haryana	Sirsa	Mill Delivery loose	1735	1735	Unch
	Hodal	Mill Delivery	NA	NA	-
	Bhiwani	Mill Quality Loose	1800	1780	20
	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	1600	1600	Unch
	Muzaffarpur	Mill Delivery	1650	1650	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	NA	NA	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	NA	NA	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			13-Aug-21	12-Aug-21	
Gujarat	Rajkot	Lokwan	1950	1950	Unch
M.P.	Indore	Lokwan	2100	2100	Unch
	Bhopal	Lokwan	2300	2300	Unch
	Bina	Sarbati 306	NA	NA	-
Rajasthan	Kota	Lokwan Bilty	1900	1900	Unch
	Baran	Lokwan	2040	2040	Unch

Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			13-Aug-21	12-Aug-21	
Delhi	Lawrence Road	Mill Delivery	5000	4000	1000
	Narella	Mill Quality Loose	200	400	-200
	Nazafgarh	Mill Quality Loose	150	200	-50
Gujarat	Rajkot	Mill Quality Loose	1500	1200	300
	Dhrol	Mill Quality Loose	108	71	37
M.P.	Indore	Mill Quality Loose	2700	3000	-300
Rajasthan	Kota	Mill Quality	6000	9000	-3000
U.P.	Kanpur	Mill Quality Loose	700	700	Unch
	Mathura	Mill Quality Loose	1300	800	500
	Kosi	Mill Quality Loose	1600	1800	-200
	Hathras	Mill Quality Loose	300	370	-70
	Aligarh	Mill Quality Loose	280	300	-20
Punjab	Khanna	Mill Quality Loose	200	500	-300
	(Ludhiana)Jagraon	Mill Quality Loose	-	-	-
Haryana	Sirsa	Mill Quality Loose	200	200	Unch
	Hodal	Mill Quality Loose	80	80	Unch
	Bhiwani	Mill Quality Loose	400	200	200
	Karnal	Mill Delivery	NA	NA	-
	Panipat	Mill Quality Loose	NA	NA	-

**Wheat (CBOT) Future Price: 12.08.2021**

Contract Month	Open	High	Low	Close	Change
Sep21	724	762	723	753.5	26.5
Dec21	736	772.5	735	764.75	25.5
Mar22	747	781.25	744.75	774.5	25.5
May22	750.25	781.75	748.5	777	25
Jul22	721.25	744.5	720	739.5	13.25
Dec22	721.75	743	721.25	740	12.25

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