

**Wheat Domestic Fundamentals:**

**According to the agriculture ministry's fourth advance estimate, Wheat output has reached a record of 109.52 million tonnes in 2020-21.** It is 9.10 million tonnes higher than the average production estimates of 100.42 million tonnes over the previous five years. It has increased by 1.53% from 107.86 from last year record amid good monsoon rain last year. Due to large output of rice, wheat, and pulses, India's food grain production is projected to rise by 3.74 percent to a new high of 308.65 million tonnes in the crop year 2020-21 compared to 297.5 million tonnes in 2019-20 due to good monsoon rains last year. From its third estimate of 305.43 million tonnes for the same year, the estimate has been revised higher by 3.22 million tonnes.

**In the month of Jul'21, India export value for wheat reached 4.72 lakh tonnes higher against 4.10 lakh tonnes in June 2021.** Indian wheat export volume has also increased in Jul month despite higher FOB price. In 2020-21 fiscal year, the country exported total 20.80 lakh tonnes.

**This Rabi season, Punjab government procured 132.10 LMT of wheat, 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.

**Wheat procurement for the Rabi marketing season 2021-22 is completed 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. Total 49.15 lakh farmers have been benefitted. This season's procurement volume is also higher than the previous four years record.

**International Market Update:**

**Projected value of wheat production in the year 2021-22 has been reduced to 782 million tons by IGC.** This is down 6 million tons from July 29 forecasted value and up 1.2 percent from 773 million tons in 2020-21. The ending stock forecasted was 278 million tons, down 2 million tons from July prediction.

**The projected yield of soft wheat in EU is expected to decline in the August month compared to the last month.** The projected value of August is still 5 percent higher than the last year and 5 percent above the average of last 5 years. The forecasted value of soft is expected to reach 5.98 tons per hectare less than the previous month value of 6.05 tons.

**Traders and analyst suggests Russia's wheat export stretching to the second half of the season due to Moscow's export taxes and heavy competition from Ukraine and Romania, both of which maintained good harvesting which led to reduced sales of Russian wheat.** The export estimate of wheat from Russia is 5.3 for first two moth of the season, down from 7 million by end of August last year.

**This week's export sales of US wheat missed the expectations of grain trader.** According to USDA, for the marketing year 2021-22 wheat sales totalled 116,000 metric tons for the week ended Aug 19 down 67 percent from prior 4 week average.

**Importers from Philippines are trying to get a tender on the purchase of an estimated 168,000 tonnes in three consignments of 56,000 tonnes each from different origin.** The shipment of consignment will occur in the month of September to October from EU/Black sea region or Australia.

**The US trading at CBOT for wheat was steady at 2 percent per bushel after falling at Thursday.** CBOT December soft red winter wheat faced a contract resistance at a weekly high of \$7.45 a bushel during the trading session. CBOT December soft red winter was last traded up 3/4 cents at \$7.40 per bushel. K.C. December hard red winter wheat was last traded at 1-1/2 cent lower at \$7.26 per bushel and MGEX December spring wheat was traded at 1 cent up at \$9.12.

**A record wheat harvest was seen in the European Black sea region in which two of the major producer of the region delivered 18.5 million mt.** Romania has harvested a record of 11.4 million mt with productivity reaching 5.34 mt/ha, higher than the previous 4.7-4.8 mt/ha.

**Weather Outlook:** Fairly widespread to widespread rainfall activity will continue in Uttarakhand over next 5 days. Scattered to fairly widespread rainfall activity with isolated heavy falls over Tamilnadu and Kerala & Mahe on 28<sup>th</sup> and 29<sup>th</sup> August.

**Wheat Daily Prices and Arrivals**

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			28-Aug-21	27-Aug-21	
Delhi	Lawrence Road	Mill Delivery	2050	2050	Unch
	Narella	Mill Quality Loose	1925	1900	25
	Nazafgarh	Mill Quality Loose	1880	1840	40
Gujarat	Rajkot	Mill Delivery	2050	2050	Unch
	Ahmedabad	Mill Delivery	2085	2090	-5
	Surat	Mill Delivery	2145	2150	-5
	Dhrol	Mill Quality Loose	2005	2005	Unch
M.P.	Indore	Mill Delivery	2040	2050	-10
	Bhopal	Mill Quality Loose	1930	1925	5
Rajasthan	Kota	Mill Quality Loose	1860	1875	-15
		Mill Delivery	2010	2050	-40
U.P.	Kanpur	Mill Delivery	1980	1975	5
	Mathura	Mill Quality Loose	1830	1825	5
	Kosi	Mill Quality Loose	1800	1820	-20
	Hathras	Mill Quality Loose	1840	1850	-10
	Aligarh	Mill Quality Loose	1850	1860	-10
Punjab	Khanna	Mill Quality Loose	1850	1850	Unch
	Ludhiana (Jagraon)	Mill Delivery	-	-	Unch
Haryana	Sirsa	Mill Delivery loose	1750	1750	Unch
	Hodal	Mill Delivery	-	-	-
	Bhiwani	Mill Quality Loose	1870	1860	10
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-
Tamil Nadu	Chennai	Mill Quality	2250	2200	50
	Madurai	Mill Quality	2307	2257	50
	Coimbatore	Mill Quality	2307	2257	50
Bihar	Khagariya	Mill Delivery	2000	2000	Unch
	Muzaffarpur	Mill Delivery	1900	1900	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	-	-	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	-	-	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			28-Aug-21	27-Aug-21	
Gujarat	Rajkot	Lokwan	2200	2200	Unch
M.P.	Indore	Lokwan	2400	2400	Unch
	Bhopal	Lokwan	2350	2350	Unch
	Bina	Sarbati 306	-	-	-
Rajasthan	Kota	LokwanBilty	1985	2000	-15
	Baran	Lokwan	2150	2150	Unch

### Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			28-Aug-21	27-Aug-21	
Delhi	Lawrence Road	Mill Delivery	4500	5000	-500
	Narella	Mill Quality Loose	300	200	100
	Nazafgarh	Mill Quality Loose	50	100	-50
Gujarat	Rajkot	Mill Quality Loose	1000	1200	-200
	Dhrol	Mill Quality Loose	167	167	Unch
M.P.	Indore	Mill Quality Loose	1200	700	500
Rajasthan	Kota	Mill Quality	3500	3000	500
U.P.	Kanpur	Mill Quality Loose	1000	800	200
	Mathura	Mill Quality Loose	500	850	-350
	Kosi	Mill Quality Loose	500	450	50
	Hathras	Mill Quality Loose	400	250	150
	Aligarh	Mill Quality Loose	300	250	50
Punjab	Khanna	Mill Quality Loose	500	500	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	-	-	Unch
-	Sirsa	Mill Quality Loose	400	500	-100
	Hodal	Mill Quality Loose	50	100	-50
	Bhiwani	Mill Quality Loose	300	400	-100
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-

Wheat (CBOT) Future Price: 27.08.2021					
Contract Month	Open	High	Low	Close	Change
Sep21	725.75	731.25	717.75	718.5	-6.75
Dec21	740.5	745	731.75	732.5	-6.75
Mar22	751.5	756.75	744.5	745.25	-6
May22	756.25	759.5	748.75	749.5	-5.5
Jul22	720	723.25	714.75	718.5	-2
Sep22	720	724.25	715.25	719.75	-1.5

#### Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp> © 2021 Indian Agribusiness Systems Pvt Ltd.