

Wheat Domestic Fundamentals:

As on 15th September 2021, 56.53% of foodgrains have been lifted in the country under PMGKAY phase IV. A total 112.39 LMT of foodgrains is lifted against 198.78 LMT allocated, as per Ministry of consumer affairs, food & public distribution. In wheat, 49.53 LMT is lifted against allocated 97.09 LMT making lifting percentage as 51.01%. Andaman & Nicobar tops the country for lifting highest percentage of foodgrains with 93%. The PMGKAY is extended till November 2021.

Authorities of FCI has approached district administration in Faridkot and Moga to take prompt action to liquidate wheat stock as the filled granaries are going to pose storage challenge in the coming rabi season. FCI has 1.73 lakh metric tonnes of wheat stock at two silos in Faridkot and Moga owned by private player. Since the Farmer's protest, the movement of food stock has been blocked. The private player has BOO (build, own, operate) agreement with FCI for providing storage space.

The price of mill delivery in Kanpur remains steady at Rs. 1940 per quintal compared to previous day. While in Lawrence Road the price was traded slightly up by Rs 5 and traded at Rs. 2090 per quintal. In Indore, it was traded at Rs.2000 per quintal while at Khanna the trading happened at Rs.1920 per quintal.

International Market Update:

China has started importing wheat from Australia despite a bitter trade-off between the countries. This came when Australia is expecting bumper production for second consecutive year and downgrade production in Northern hemisphere. China has emerged as leading buyer for wheat taking close to 2 million tonnes out of 5 million sold so far. China has cancelled some cargoes of French wheat over quality issues and are turning to Australia.

Soft wheat export from European Union which has started since July had reached 6.95 million tonnes during the 2021-22 season by September 26th. This was 5.09 million tonnes up from the last year.

Pakistan offered tender to purchase 640,000 tonnes of wheat. The lowest price offered in the tender was believed to be \$377 per tonne c&f as per European traders. Pakistan has sought to buy 1.1 million tonnes of wheat in international tender in September to cool the local prices and improve domestic supplies.

Bangladesh plans to buy 5 lakh tonnes of wheat from international market during fiscal year 2021-22 in order to carry out its distribution program. Of this, government will buy 2 lakh tonnes from Russia. Earlier this month, the government decided to buy 50,000 tonnes from Singapore based firm Agropcorp.

As of September 27th, Ukraine has sown 1.95 million hectares of winter wheat for 2022 harvest which is 29% of the expected area of 6.68 million hectares. Last year due to drought, the area planted for winter wheat got reduced to 6.1 million hectares.

Russia wheat rose for 11th consecutive week. Russian wheat with 12.5% protein from Black Sea for supply in first half of October was \$304 per tonne up by \$3 from last week. Sovecon consultancy pegged wheat at \$304.5 per tonne. The Russian wheat exports are down 22% since July 1 due to smaller crop and higher export tax.

Despite record crop earlier this year, Pakistan international wheat procurement has gone up a notch in September. Around 60% of the produce is retained by farmers while 23-25% is taken by government and rest is lifted by traders. The government has increased the support price for this year's production \$209 per tonne last year to \$271 per tonne.

As per the Grain Industry Association of Western Australia in its September report reduced its estimate for wheat output in Western Australia for the marketing year 2021-22 (October-September) to 10.6 million mt, 6.2% lower from the 11.3 million mt in August. However, the output is 15.2 % higher than previous year at 9.2 million mt.

Weather Outlook: On 29th Heavy to very heavy rainfall with extremely heavy falls very likely at isolated places over Gujarat state Heavy to very heavy rainfall at isolated places over Gangetic West Bengal, Odisha, Jharkhand, north Madhya Maharashtra & north Konkan; Heavy rainfall at isolated places over Marathwada. On 30th Heavy to very heavy rainfall very likely at isolated places over Saurashtra & Kutch; Heavy rainfall at isolated places over Odisha, Gangetic West Bengal and Gujarat Region. Heavy rainfall at isolated places likely over Bihar from 30th September to 03rd October, 2021. Very heavy falls also very likely over Bihar on 01st & 02nd October, 2021. Moderate to severe thunderstorm with lightning likely over Madhya Pradesh and Rajasthan during next 24 hours.

Wheat Daily Prices and Arrivals

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			29-Sep-21	28-Sep-21	
Delhi	Lawrence Road	Mill Delivery	2090	2085	5
	Narella	Mill Quality Loose	Closed	1960	-
	Nazafgarh	Mill Quality Loose	Closed	1950	-
Gujarat	Rajkot	Mill Delivery	2030	2030	Unch
	Ahmedabad	Mill Delivery	2130	2125	5
	Surat	Mill Delivery	2170	2170	Unch
	Dhrol	Mill Quality Loose	1880	1880	Unch
M.P.	Indore	Mill Delivery	2000	2000	Unch
	Bhopal	Mill Quality Loose	1850	1810	40
Rajasthan	Kota	Mill Quality Loose	1925	1950	-25
		Mill Delivery	2075	2100	-25
U.P.	Kanpur	Mill Delivery	1940	1940	Unch
	Mathura	Mill Quality Loose	1880	1870	10
	Kosi	Mill Quality Loose	1900	1900	Unch
	Hathras	Mill Quality Loose	1880	1880	Unch
	Aligarh	Mill Quality Loose	1880	1870	10
Punjab	Khanna	Mill Quality Loose	1825	1800	25
	Ludhiana (Jagraon)	Mill Delivery	-	-	Unch
Haryana	Sirsa	Mill Delivery loose	1880	1875	5
	Hodal	Mill Delivery	-	-	-
	Bhiwani	Mill Quality Loose	1940	1950	-10
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-
Tamil Nadu	Chennai	Mill Quality	2300	2300	Unch
	Madurai	Mill Quality	2357	2357	Unch
	Coimbatore	Mill Quality	2357	2357	Unch
Bihar	Khagariya	Mill Delivery	1900	1900	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
			29-Sep-21	28-Sep-21	
Gujarat	Rajkot	Lokwan	2125	2125	Unch
M.P.	Indore	Lokwan	2000	2000	Unch
	Bhopal	Lokwan	2100	2100	Unch
	Bina	Sarbati 306	-	-	-
Rajasthan	Kota	LokwanBilty	2050	2075	-25
	Baran	Lokwan	2150	2100	50

Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			29-Sep-21	28-Sep-21	
Delhi	Lawrence Road	Mill Delivery	6500	7000	-500
	Narella	Mill Quality Loose	Closed	200	-
	Nazafgarh	Mill Quality Loose	Closed	100	-
Gujarat	Rajkot	Mill Quality Loose	1000	4000	-3000
	Dhrol	Mill Quality Loose	80	82	-2
M.P.	Indore	Mill Quality Loose	3000	2000	1000
Rajasthan	Kota	Mill Quality	3000	3500	-500
U.P.	Kanpur	Mill Quality Loose	1500	1200	300
	Mathura	Mill Quality Loose	400	800	-400
	Kosi	Mill Quality Loose	200	600	-400
	Hathras	Mill Quality Loose	200	400	-200
	Aligarh	Mill Quality Loose	800	1000	-200
Punjab	Khanna	Mill Quality Loose	500	500	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	-	-	Unch
Haryana	Sirsa	Mill Quality Loose	500	300	200
	Hodal	Mill Quality Loose	100	100	Unch
	Bhiwani	Mill Quality Loose	600	600	Unch
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-

Wheat (CBOT) Future Price: 28.09.2021					
Contract Month	Open	High	Low	Close	Change
Dec21	722	726.75	706	706.5	-15.75
Mar22	733.25	738.5	718.5	719	-14.75
May22	737.25	742.25	723.25	723.75	-14
Jul22	716.25	719	703.5	703.75	-14.75
Sep22	715.75	719.5	705	705.25	-14
Dec22	718	724.5	710.25	710.75	-13

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