

Wheat Domestic Fundamentals:

As per sources, 56,614 MT of wheat vessel AGGELOS is loading at Kandla Port since 10th October 2021. And 60,500 MT of wheat vessel BELPAREIL is loading at Kandla Port since 08th October 2021. And 5,500 MT of wheat vessel SEAWAY K loading at Kandla Port since 09th October 2021. And 28,000 MT of wheat vessel SHIMANAMI STAR is loading at Kandla Port since 13th October 2021. And 56,056 MT of wheat vessel BULK BEQUIA is waiting for loading at Kandla Port since 15th October 2021. Also, 32,000 MT of wheat vessel PORT ALBERNI is waiting for loading at Kandla Port since 30th September 2021.

DAP requirement shortage was seen in Haryana for the Rabi season. As per reports, around 2 lakh metric tonnes of DAP were required by Haryana for the upcoming rabi season out of which only one third of the requirement has been supplied. The farmers were supplied with fertilizers through 700 PACS and other dealers.

The price of mill delivery in Kanpur was up by Rs. 20 and traded at Rs. 2070 per quintal compared to previous day. While in Lawrence Road the wheat was traded up by Rs.15 and traded at Rs. 2175 per quintal. While in Indore and Khanna the wheat market was closed.

International Market Update:

Russian wheat export fell 13% on year to 13.6 million MT. Turkey and Egypt remains the largest buyer of Russian wheat. Wheat export taxes raised to \$61.3 per tonne for October 20-26. Wheat harvest is expected to be down by 12% to 77.1 million MT. Turkey was the largest importer of wheat from Russia purchasing a volume of 3 million MT as of Oct 14 followed by Egypt at 1.7 million MT and Saudi Arabia at 0.8 million MT.

Venezuela is expected to import 16% more wheat in 2021-22. Exports are expected to total 1.1 million tonnes up from last year forecast of 950,000 tonnes.

As per USDA, In Ukraine the wheat output is expected to rise by 27% to 32.1 million tonnes this year, while the wheat exports stay at 23.8 million tonnes which would be 41% increase.

According to Sovecon, Russia is expected to increase its wheat production from 75.5 million tonnes in 2021 to 80.7 million tonnes in 2022 due to good weather condition for winter wheat.

As of October 18th, Ukraine had sown 5 million hectares of winter wheat for the 2022 harvest equating to 75% of the expected area of 6.68 million hectares.

Argentina's GM wheat may shift Brazil's import market to US, Canada and other European Nations. Brazil imports 46% of the Argentina's wheat production. But the Brazilian consumers are ambiguous about the GM wheat and hence are reluctant to buy the imported wheat. This makes Brazil import wheat from US, Canada and other European markets ultimately increasing the wheat price and also Argentina is expected to lose its main market.

China's wheat imports in September fell from previous year as international prices rises and domestic corn prices fell which curbed demand for overseas shipment. China bought 640,000 tonnes of wheat in September down by 44.8% from previous year.

The stock to use ratio for wheat is below 30% where its usually swings in between 35% as per latest USDA report. While the WASDE report were generally bullish for wheat but the supply and demand situation make the wheat more susceptible to price swings. USDA has lowered its estimate for carryovers of wheat in United States 2021-22 to 580 million bushels down 35 million bushels from September projection and 265 million bushels down or 31% down from 845 million bushels in 2021.

Weather Outlook- Fairly widespread to wide spread rainfall with isolated heavy falls likely over Kerala & Mahe and Tamilnadu Puducherry & Karaikal during 19th-23rd, over coastal Karnataka during 21st-23rd; South Interior Karnataka during 20th-23rd October. Isolated very heavy falls also very likely over Kerala & Mahe and Tamilnadu, Puducherry & Karaikal on 20th & 21st October. Moderate to severe thunderstorms accompanied with lightning very likely over East Uttar Pradesh, Bihar, Jharkhand, West Bengal & Sikkim and Odisha during next 24 hours.

Wheat Daily Prices and Arrivals

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			19-Oct-21	18-Oct-21	
Delhi	Lawrence Road	Mill Delivery	2175	2160	15
	Narella	Mill Quality Loose	2020	2010	10
	Nazafgarh	Mill Quality Loose	2035	2025	10
Gujarat	Rajkot	Mill Delivery	2100	2100	Unch
	Ahmedabad	Mill Delivery	2150	2150	Unch
	Surat	Mill Delivery	2200	2200	Unch
	Dhrol	Mill Quality Loose	1935	2020	-85
M.P.	Indore	Mill Delivery	Closed	2100	-
	Bhopal	Mill Quality Loose	Closed	1950	-
Rajasthan	Kota	Mill Quality Loose	2030	2020	10
		Mill Delivery	2160	2150	10
U.P.	Kanpur	Mill Delivery	2070	2050	20
	Mathura	Mill Quality Loose	1955	1935	20
	Kosi	Mill Quality Loose	1930	1920	10
	Hathras	Mill Quality Loose	1920	1920	Unch
	Aligarh	Mill Quality Loose	1910	1910	Unch
Punjab	Khanna	Mill Quality Loose	Closed	1810	-
	Ludhiana (Jagraon)	Mill Delivery	-	-	Unch
Haryana	Sirsa	Mill Delivery loose	1950	1950	Unch
	Hodal	Mill Delivery	-	-	-
	Bhiwani	Mill Quality Loose	2000	1950	50
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-
Tamil Nadu	Chennai	Mill Quality	2400	2400	Unch
	Madurai	Mill Quality	2457	2457	Unch
	Coimbatore	Mill Quality	2457	2457	Unch
Bihar	Khagariya	Mill Delivery	1900	1900	Unch
	Muzaffarpur	Mill Delivery	1925	1925	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	-	-	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	-	-	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			19-Oct-21	18-Oct-21	
Gujarat	Rajkot	Lokwan	2150	2150	Unch
M.P.	Indore	Lokwan	Closed	2300	-
	Bhopal	Lokwan	Closed	2300	-
	Bina	Sarbati 306	-	-	-
Rajasthan	Kota	LokwanBilty	2155	2145	10
	Baran	Lokwan	2300	2250	50

Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			19-Oct-21	18-Oct-21	
Delhi	Lawrence Road	Mill Delivery	2000	3500	-1500
	Narella	Mill Quality Loose	70	100	-30
	Nazafgarh	Mill Quality Loose	30	50	-20
Gujarat	Rajkot	Mill Quality Loose	1500	2800	-1300
	Dhrol	Mill Quality Loose	87	118	-31
M.P.	Indore	Mill Quality Loose	Closed	800	-
Rajasthan	Kota	Mill Quality	2500	3000	-500
U.P.	Kanpur	Mill Quality Loose	500	700	-200
	Mathura	Mill Quality Loose	80	100	-20
	Kosi	Mill Quality Loose	200	300	-100
	Hathras	Mill Quality Loose	100	100	Unch
	Aligarh	Mill Quality Loose	1200	1200	Unch
Punjab	Khanna	Mill Quality Loose	Closed	200	-
	(Ludhiana)Jagraon	Mill Quality Loose	-	-	Unch
Haryana	Sirsa	Mill Quality Loose	500	300	200
	Hodal	Mill Quality Loose	60	80	-20
	Bhiwani	Mill Quality Loose	600	200	400
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-

Wheat (CBOT) Future Price: 18.10.2021

Contract Month	Open	High	Low	Close	Change
Dec21	734	738.75	728.5	736.25	2.25
Mar22	746.25	751.25	741.25	748.75	2.25
May22	750.75	754.5	745	752.5	2.25
Jul22	737	742.5	733.5	740	1.75
Sep22	737.75	744	736.75	742.25	2
Dec22	747.5	750.25	741.5	748.5	2

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