Wheat Domestic Fundamentals:

***As per sources, 60,500 MT of Wheat vessel CHRISTINA is loading at Kandla Port since 10th January 2022**. And 55,000 MT of wheat vessel BULK VENUS is loading at Kandla port since 12th January 2022. Also, 55,000 MT of wheat vessel NAVDHENU PURNA is loading at Kandla Port since 09th January 2022. And 60,500 MT of wheat vessel NEW GALAXY is expected to arrive at Kandla Port since 13th January 2022. And 52,500 MT of wheat vessel MEGHNA PARADISE is loading at Kandla Port since 06th January 2022.*

***During the week of January 16 to 23, 2021, the weekly average price in India was down by 7.65 percent at Rs. 2169.52 per** quintal against Rs. 2349.28 per quintal the previous week. The fall is mainly due to lower demand within the domestic market. Also, wheat average prices increased by 9.12 percent from Rs. 1988.27 per quintal same time last year.*

***As per trade sources, India has exported around 8.58 lakh tonnes of wheat during the month of December 2021 at an** average FOB of $314.95 per tonne. Bangladesh remains the largest importer of Indian wheat with 2.90 lakh tonnes followed by Sri Lanka with 1.15 lakh tonnes of imports. Yemen has also imported a significant amount 1.06 lakh tonnes of wheat from India during December. The exports are 0.38 lakh tonnes lower than the November month when around 8.96 lakh tonnes were exported. The fall is mainly due to lower imports from Bangladesh and Philippines. Due to shortage of trucks and covid restrictions the exports were lower to Bangladesh while Philippines shifted the market to Australia owing to better proximity.*

***As on 14th January 2022, area sown to wheat fell by 1.25 percent to 336.48 lakh hectare so far in the current rabi** season from 340.74 lakh hectare the previous year during the corresponding period. Wheat has been sown in 90.54 lakh hectare in Madhya Pradesh down by 1.14 lakh hectares, 94.55 lakh hectare in Uttar Pradesh down by 1.89 lakh hectare, 35.02 lakh hectare in Punjab down by 0.20 lakh hectares, 23.87 lakh hectare in Haryana down by 1.34 lakh hectares and 31.00 lakh hectare in Rajasthan up by 1.96 lakh hectares so far in the ongoing season. The acreage was down mainly due to acreage shift from wheat to mustard.*

***Wheat stock in government warehouses as of January 1, 2022 was 330.12 lakh tonnes, lower by 12.79 percent** from December 1, 2021. During this season, stock in the central pool as on January 1, 2022 is lower by 3.7 percent compared to same month last year. We expect the stocks to reduce further until February the arrivals of the new crop.*

International Market Update:

***According to IGC, Global wheat flour trade in 2021-22 is expected to reach its highest level in three years and reverse a** five-year downward trend. The IGC predicts 14.8 million tonnes to be traded this year, which is 9% higher than last year's total but still well below the record of 17.6 million tonnes in 2016-17. Afghanistan, is the top flour importer in recent years, is impacted by the humanitarian crisis which is impacting its trade.*

***Russian wheat with 12.5% protein content loading from Black Sea ports for supply in January stood at $328 per** tonne FOB, down by $2 per tonne from early January. Russian wheat exports are down by 39% since the start of the 2021-22 marketing season on July 1, owing to a smaller crop and an export tax that had been set at $97.5 per tonne for January 19-25.*

***China has resumed sales of state-owned wheat, with 506,568 MT selling at auction on January 5. The stocks** were reportedly from the 2014 and 2015 seasons. The auction was only open to wheat flour-milling companies and sold at an average price of Australian dollar $590 per tonne. This is the second auction of state wheat reserves since the 2021 wheat harvest, with 891,938 MT selling to both flour millers and stockfeed consumers in October. This is sold at an average price of Australian dollar $515 per tonne, which was actually lower than the domestic cash market at the time.*

***Euronext wheat rose on Monday after recovering from Friday's three-month low. Friday's fall was fuelled by** talk that Algeria overlooked French supplies. The loss of French market share added to concern over lagging European Union exports in the face of strong competition from South American and Australian supplies. Still attractive French prices were continuing to draw interest from feed wheat importers in Asia. India's wheat is also facing much competition from Australian wheat as they are expecting a bumper production despite unseasonal rainfall and concern over quality issues.*

***Weather Outlook**: Scattered to widespread light/moderate rainfall very likely over Punjab, Haryana, Chandigarh & Delhi, Uttar Pradesh, north Rajasthan and Isolated to scattered rainfall over Madhya Pradesh during 21st to 23rd January with maximum intensity on 22nd January. Isolated thunderstorm with lightning very likely over the region on 22nd January, 2022.*

Wheat Daily Prices and Arrivals

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			18-Jan-22	17-Jan-22	
Delhi	Lawrence Road	Mill Delivery	2225	2220	5
	Narella	Mill Quality Loose	2050	2045	5
	Nazafgarh	Mill Quality Loose	2050	2050	Unch
Gujarat	Rajkot	Mill Delivery	2080	2080	Unch
	Ahmedabad	Mill Delivery	2160	2155	5
	Surat	Mill Delivery	2250	2250	Unch
	Dhrol	Mill Quality Loose	2110	2160	-50
M.P.	Indore	Mill Delivery	2125	2120	5
	Bhopal	Mill Quality Loose	1930	1925	5
Rajasthan	Kota	Mill Quality Loose	1980	1980	Unch
		Mill Delivery	2130	2130	Unch
U.P.	Kanpur	Mill Delivery	2020	2040	-20
	Mathura	Mill Quality Loose	2050	2050	Unch
	Kosi	Mill Quality Loose	2020	2050	-30
	Hathras	Mill Quality Loose	2050	2050	Unch
	Aligarh	Mill Quality Loose	2000	2000	Unch
Punjab	Khanna	Mill Quality Loose	2000	2000	Unch
	Ludhiana (Jagraon)	Mill Delivery	-	-	Unch
Haryana	Sirsa	Mill Delivery loose	2025	2025	Unch
	Hodal	Mill Delivery	-	-	-
	Bhiwani	Mill Quality Loose	2100	2100	Unch
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-
Tamil Nadu	Chennai	Mill Quality	2450	2450	Unch
	Madurai	Mill Quality	2507	2507	Unch
	Coimbatore	Mill Quality	2507	2507	Unch
Bihar	Khagariya	Mill Delivery	2100	2100	Unch
	Muzaffarpur	Mill Delivery	-	-	-
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	-	-	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	-	-	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			18-Jan-22	17-Jan-22	
Gujarat	Rajkot	Lokwan	2175	2175	Unch
M.P.	Indore	Lokwan	2250	2200	50
	Bhopal	Lokwan	2250	2250	Unch
	Bina	Sarbati 306	-	-	-
Rajasthan	Kota	LokwanBilty	2105	2105	Unch
	Baran	Lokwan	2190	2200	-10

Wheat Arrivals in Key Centers:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			18-Jan-22	17-Jan-22	
Delhi	Lawrence Road	Mill Delivery	6000	6000	Unch
	Narella	Mill Quality Loose	200	100	100
	Nazafgarh	Mill Quality Loose	100	30	70
Gujarat	Rajkot	Mill Quality Loose	1000	850	150
	Dhrol	Mill Quality Loose	98	89	9
M.P.	Indore	Mill Quality Loose	2500	4000	-1500
Rajasthan	Kota	Mill Quality	3500	2000	1500
U.P.	Kanpur	Mill Quality Loose	1000	700	300
	Mathura	Mill Quality Loose	125	150	-25
	Kosi	Mill Quality Loose	400	100	300
	Hathras	Mill Quality Loose	30	50	-20
	Aligarh	Mill Quality Loose	120	50	70
Punjab	Khanna	Mill Quality Loose	600	700	-100
	(Ludhiana)Jagraon	Mill Quality Loose	-	-	Unch
Haryana	Sirsa	Mill Quality Loose	300	300	Unch
	Hodal	Mill Quality Loose	40	60	-20
	Bhiwani	Mill Quality Loose	300	500	-200
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-

Wheat (CBOT) Future Price: 17.01.2022					
Contract Month	**Open**	**High**	**Low**	**Close**	**Change**
22-Mar	746	747.25	737	741.5	-5.25
22-May	749	750.5	740.75	744.5	-4.5
22-Jul	742.75	744.5	736	737.25	-5.25
22-Sep	743.75	747	738.25	739.75	-5
22-Dec	748.75	752.5	743.75	745.25	-5.25
23-Mar	753.5	757.25	748.75	750	-6