

**Wheat Domestic Fundamentals:**

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

**Food ministry has approved a policy which encourage the private players to bid for construction of 249 silos with close to 11 million tonnes (MT) wheat storage capacity for the Food Corporation of India (FCI). The silos will be built across 12 states, including Punjab, Haryana, Madhya Pradesh, Maharashtra, Haryana and Kerala, over the next four to five years through the Public-Private Partnership (PPP) model with an estimated investment of Rs 9,200 crore.**

**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. 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 14<sup>th</sup> 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. The acreage was down mainly due to acreage shift from wheat to mustard.**

**International Market Update:**

**In CBOT, wheat future market is being supported by strong global demand, highlighted by activity on the export market. Tenders from Iran and Jordan is also supporting the market. Also, the wheat market rose as traders focused on dry and cold weather in key growing areas of the Midwest and southern Plains of USA.**

**Taiwan purchased an estimated 49,395 tonnes of milling wheat to be sourced from the United States in a tender which closed on 20th January 2021. The wheat was bought in one consignment comprising various wheat types for shipment from the U.S. Pacific Northwest coast between March 16 and March 30. The purchase involved 30,150 tonnes of U.S. dark northern spring wheat of 14.5% protein content bought at FOB \$414.16 per tonne. Another 14,600 tonnes of hard red winter wheat of 12.5% protein was bought at FOB \$401.60 per tonne and 4,645 tonnes of soft white wheat of 11% protein was bought at FOB \$430.91 per tonne.**

**As per Buenos Aires Grain Exchange, during 2021-22 wheat season, Argentina produced a record 21.8 million tonnes of the grain, breaking the country's previous all-time high harvest of 19 million tonnes in the 2018-19 crop year. The national average yield was 3.44 tonnes per hectare and 21.9 percent higher than the previous season and 11.5 percent higher than the average over the last five years. This is expected to impact India's exports as even the middle east and north African countries are shifting towards Latin American countries.**

**Syria needs to import more than 1.5 million tonnes of wheat with majority from Russia. Syria's crop was hit by low rainfall last year adding pressure on an economy already hit by ten years of internal conflict, U.S. sanctions, a lack of funds to finance imports and the COVID-19 pandemic. Many countries have started providing wheat to Syria as a humanitarian measure including China.**

**Soft wheat exports from the European Union in the 2021-22 season had reached 15.32 million tonnes as of January 16th. European Union exports have impacted as Algeria, a major market of French wheat has started shifting to other sources of wheat.**

**Jordan is believed to have made no purchase in an international tender to buy 120,000 tonnes of milling wheat which closed on 18<sup>th</sup> January. A new tender is expected to be issued in coming days closing on February 1.**

**In US, excessively warm temperatures and dry weather are impacting this year's wheat harvest in Oklahoma. Over 94% of the state is experiencing some level of drought and the state needs rain between now and April to make a difference in the wheat crop. If there is a deficit rainfall, we can see a major fall in the production which was already seen in the previous year.**

**Weather Outlook: Isolated to scattered rainfall/snowfall very likely over Jammu, Kashmir, Ladakh, Gilgit-Baltistan & Muzaffarabad, Himachal Pradesh & Uttarakhand during next 2 days and increase thereafter with fairly widespread to widespread rainfall/snowfall on 22nd & 23rd January and reduction thereafter. Isolated heavy rainfall/snowfall very likely over above sub-divisions on 22nd & 23rd January**

Wheat Daily Prices and Arrivals

| Centre     | Market                        | Variety             | Prices (Rs/Qtl) |           | Change |
|------------|-------------------------------|---------------------|-----------------|-----------|--------|
|            |                               |                     | 20-Jan-22       | 19-Jan-22 |        |
| Delhi      | Lawrence Road                 | Mill Delivery       | 2250            | 2230      | 20     |
|            | Narella                       | Mill Quality Loose  | 2050            | Closed    | -      |
|            | Nazafgarh                     | Mill Quality Loose  | 2060            | Closed    | -      |
| Gujarat    | Rajkot                        | Mill Delivery       | 2110            | 2100      | 10     |
|            | Ahmedabad                     | Mill Delivery       | 2170            | 2165      | 5      |
|            | Surat                         | Mill Delivery       | 2250            | 2250      | Unch   |
|            | Dhrol                         | Mill Quality Loose  | 2130            | 2150      | -20    |
| M.P.       | Indore                        | Mill Delivery       | 2130            | 2120      | 10     |
|            | Bhopal                        | Mill Quality Loose  | 1900            | 1930      | -30    |
| Rajasthan  | Kota                          | Mill Quality Loose  | 1980            | 1970      | 10     |
|            |                               | Mill Delivery       | 2130            | 2120      | 10     |
| U.P.       | Kanpur                        | Mill Delivery       | 2060            | 2030      | 30     |
|            | Mathura                       | Mill Quality Loose  | 2080            | 2040      | 40     |
|            | Kosi                          | Mill Quality Loose  | 2050            | 2000      | 50     |
|            | Hathras                       | Mill Quality Loose  | 2050            | 2030      | 20     |
|            | Aligarh                       | Mill Quality Loose  | 2020            | 2000      | 20     |
| Punjab     | Khanna                        | Mill Quality Loose  | 1990            | 1980      | 10     |
|            | Ludhiana (Jagraon)            | Mill Delivery       | -               | -         | Unch   |
| Haryana    | Sirsa                         | Mill Delivery loose | 2025            | 2025      | Unch   |
|            | Hodal                         | Mill Delivery       | -               | -         | -      |
|            | Bhiwani                       | Mill Quality Loose  | 2090            | 2080      | 10     |
|            | Karnal                        | Mill Delivery       | -               | -         | -      |
|            | Panipat                       | Mill Quality Loose  | -               | -         | -      |
| Tamil Nadu | Chennai                       | Mill Quality        | 2500            | 2500      | Unch   |
|            | Madurai                       | Mill Quality        | 2557            | 2557      | Unch   |
|            | Coimbatore                    | Mill Quality        | 2557            | 2557      | 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      |
|------------------|--------|-------------|-----------------|-----------|-------------|
|                  |        |             | 20-Jan-22       | 19-Jan-22 |             |
| <b>Gujarat</b>   | Rajkot | Lokwan      | 2175            | 2200      | <b>-25</b>  |
| <b>M.P.</b>      | Indore | Lokwan      | 2300            | 2300      | <b>Unch</b> |
|                  | Bhopal | Lokwan      | 2200            | 2250      | <b>-50</b>  |
|                  | Bina   | Sarbati 306 | -               | -         | -           |
| <b>Rajasthan</b> | Kota   | LokwanBilty | 2105            | 2095      | <b>10</b>   |
|                  | Baran  | Lokwan      | 2250            | 2200      | <b>50</b>   |

**Wheat Arrivals in Key Centers:**

| Centre           | Market            | Variety            | Arrivals (Bags/Qtl) |           | Change       |
|------------------|-------------------|--------------------|---------------------|-----------|--------------|
|                  |                   |                    | 20-Jan-22           | 19-Jan-22 |              |
| <b>Delhi</b>     | Lawrence Road     | Mill Delivery      | 3500                | 5500      | <b>-2000</b> |
|                  | Narella           | Mill Quality Loose | 100                 | Closed    | -            |
|                  | Nazafgarh         | Mill Quality Loose | 50                  | Closed    | -            |
| <b>Gujarat</b>   | Rajkot            | Mill Quality Loose | 700                 | 900       | <b>-200</b>  |
|                  | Dhrol             | Mill Quality Loose | 51                  | 120       | <b>-69</b>   |
| <b>M.P.</b>      | Indore            | Mill Quality Loose | 1000                | 2000      | <b>-1000</b> |
| <b>Rajasthan</b> | Kota              | Mill Quality       | 3000                | 3000      | <b>Unch</b>  |
| <b>U.P.</b>      | Kanpur            | Mill Quality Loose | 500                 | 700       | <b>-200</b>  |
|                  | Mathura           | Mill Quality Loose | 100                 | 150       | <b>-50</b>   |
|                  | Kosi              | Mill Quality Loose | 100                 | 300       | <b>-200</b>  |
|                  | Hathras           | Mill Quality Loose | 125                 | 100       | <b>25</b>    |
|                  | Aligarh           | Mill Quality Loose | 100                 | 100       | <b>Unch</b>  |
| <b>Punjab</b>    | Khanna            | Mill Quality Loose | 400                 | 600       | <b>-200</b>  |
|                  | (Ludhiana)Jagraon | Mill Quality Loose | -                   | -         | <b>Unch</b>  |
| <b>Haryana</b>   | Sirsa             | Mill Quality Loose | 300                 | 300       | <b>Unch</b>  |
|                  | Hodal             | Mill Quality Loose | 50                  | 50        | <b>Unch</b>  |
|                  | Bhiwani           | Mill Quality Loose | 400                 | 400       | <b>Unch</b>  |
|                  | Karnal            | Mill Delivery      | -                   | -         | -            |
|                  | Panipat           | Mill Quality Loose | -                   | -         | -            |

**Wheat (CBOT) Future Price: 19.01.2022**

| Contract Month | Open   | High   | Low    | Close  | Change |
|----------------|--------|--------|--------|--------|--------|
| 22-Mar         | 772    | 797.25 | 769.5  | 796.5  | 27.5   |
| 22-May         | 772    | 799.75 | 771.25 | 799    | 28.75  |
| 22-Jul         | 764.75 | 788.25 | 759.75 | 787.25 | 27.75  |
| 22-Sep         | 764.25 | 787.75 | 760.5  | 786.75 | 26     |
| 22-Dec         | 769    | 791.75 | 765    | 790.75 | 25.25  |
| 23-Mar         | 772.75 | 793.5  | 769    | 793.5  | 23.75  |

**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> © 2022 Indian Agribusiness Systems Pvt Ltd.