

Wheat Domestic Fundamentals:

As per sources, 52,500 MT of wheat vessel BULK MANARA is expected to arrive at Kandla Port on 23rd January 2022. And 60,500 MT of wheat vessel NEW GALAXY is loading at Kandla Port since 21st January 2022. And 59,182 MT of wheat vessel BULK VENUS is loading at Kandla port since 21st January 2022. Also, 55,000 MT of wheat vessel NAVDHENU PURNA is loading at Kandla Port since 19th January 2022.

Due to very strong demand from nations in South Asia and South-East Asia, India's wheat exports are expected to reach a new high of between 6.5 million tonnes (mt) and seven million tonnes (mt) this fiscal. As per APEDA, Wheat exports during the April-November period of the current fiscal were 4.11 million tonnes, valued at Rs 8,547.58 crore. In comparison, overall wheat exports in the previous fiscal year were only 2.08 million tonnes, valued at Rs 4,033.81 crore.

As on 21st January 2022, area sown to wheat fell by 1.25 percent to 340.83 lakh hectare in the current rabi season from 345.14 lakh hectare the previous year during the corresponding period. The acreage was down mainly due to acreage shift from wheat to mustard in the states of Rajasthan, Punjab, Uttar Pradesh.

International Market Update:

Due to border issues global wheat stocks are at their tightest levels in years following weak crops in North America. Wheat exports by Russia, the world's biggest wheat exporter, are down 30% so far this year after Moscow enacted export restrictions to tame domestic inflation. Meanwhile, drought in South America, a major supplier of grains and oilseeds, threatens to reduce that region's production.

The European Commission on January 27 revised its forecast of European Union soft wheat stocks upward due to sharply increased imports. The wheat stocks are expected to reach 13.3 million tonnes at the end of the 2021-22 marketing year, a four-year high and increase from its December projection of 12.9 million tonnes. The EU's soft wheat imports higher by 500,000 tonnes for an overall total of 2 million tonnes.

Japan has bought a total of 25,431 tonnes of food-quality wheat from Australia in a regular tender that closed on 27th January 2022. Japan keeps a tight grip on imports of the country's second most important staple after rice and buys the majority of the grain for milling via tenders typically issued three times a month.

The drought that covers more than half of the continental United States mostly in west of the Mississippi worsened in the central and southern Plains last week. In Kansas, 31% of the crop was rated as being in poor or very poor condition. Winter wheat conditions also worsened in Texas and Oklahoma as the drought deepened. More than 86% of Texas and more than 88% of Oklahoma was covered by drought.

USDA has raised its estimate for Argentina's wheat exports for marketing year 2021-22 (December-November) by 32.2% year on year to a record 15.2 MMT. The projection is higher than the USDA's official estimate for Argentina's wheat exports for MY 2021-22 of 13.5 MMT. It is also higher than the Buenos Aires Grain Exchange's estimate of 13.3 MMT.

Due to higher prices of fertilizers and shortage, the Punjab province of Pakistan revised the target of 16.7 million acres which is revised to 16.2 million acres. The target is lower mainly due to fertilizer crisis.

Russian wheat export prices fell last week as the rouble weakened against the dollar, taking a hit from fears related to a stand-off between Moscow and the West over Ukraine. As per sources, Russian wheat with 12.5% protein content loading from Black Sea ports for supply in February stood at \$326 a tonne free on board (FOB), down \$2 from the previous week.

Weather Outlook: Due to confluence between westerlies and easterlies at lower tropospheric levels; scattered to fairly widespread light/moderate rainfall with isolated hailstorms likely over Bihar, Jharkhand, West Bengal & Sikkim on 03rd & 04th and over Assam & Meghalaya and Nagaland, Manipur, Mizoram & Tripura on 04th & 05th Feb. Isolated to scattered light/moderate rainfall very likely over SHWB & Sikkim, Arunachal Pradesh, Assam & Meghalaya and Nagaland-Manipur-Mizoram- Tripura on 31st January and 01st Feb. Isolated thunderstorms/lightning is also very likely over Arunachal Pradesh, Assam & Meghalaya and Nagaland- Manipur-Mizoram-Tripura during next 24 hrs

Wheat Daily Prices and Arrivals

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			28-Jan-22	27-Jan-22	
Delhi	Lawrence Road	Mill Delivery	2280	2280	Unch
	Narella	Mill Quality Loose	2080	2070	10
	Nazafgarh	Mill Quality Loose	2070	2070	Unch
Gujarat	Rajkot	Mill Delivery	2135	2130	5
	Ahmedabad	Mill Delivery	2200	2200	Unch
	Surat	Mill Delivery	2260	2260	Unch
	Dhrol	Mill Quality Loose	2130	2235	-105
M.P.	Indore	Mill Delivery	2200	2200	Unch
	Bhopal	Mill Quality Loose	1930	1925	5
Rajasthan	Kota	Mill Quality Loose	2000	2000	Unch
		Mill Delivery	2150	2150	Unch
U.P.	Kanpur	Mill Delivery	2120	2100	20
	Mathura	Mill Quality Loose	2075	2080	-5
	Kosi	Mill Quality Loose	2100	2060	40
	Hathras	Mill Quality Loose	2100	2100	Unch
	Aligarh	Mill Quality Loose	2070	2080	-10
Punjab	Khanna	Mill Quality Loose	1980	1975	5
	Ludhiana (Jagraon)	Mill Delivery	-	-	Unch
Haryana	Sirsa	Mill Delivery loose	2050	2050	Unch
	Hodal	Mill Delivery	-	-	-
	Bhiwani	Mill Quality Loose	2080	2080	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
			28-Jan-22	27-Jan-22	
Gujarat	Rajkot	Lokwan	2200	2175	25
M.P.	Indore	Lokwan	2300	2300	Unch
	Bhopal	Lokwan	2200	2200	Unch
	Bina	Sarbati 306	-	-	-
Rajasthan	Kota	LokwanBilty	2125	2125	Unch
	Baran	Lokwan	2200	2240	-40

Wheat Arrivals in Key Centres:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			28-Jan-22	27-Jan-22	
Delhi	Lawrence Road	Mill Delivery	3000	5000	-2000
	Narella	Mill Quality Loose	100	200	-100
	Nazafgarh	Mill Quality Loose	70	100	-30
Gujarat	Rajkot	Mill Quality Loose	800	1000	-200
	Dhrol	Mill Quality Loose	97	80	17
M.P.	Indore	Mill Quality Loose	3500	3000	500
Rajasthan	Kota	Mill Quality	3500	2500	1000
U.P.	Kanpur	Mill Quality Loose	500	1000	-500
	Mathura	Mill Quality Loose	100	100	Unch
	Kosi	Mill Quality Loose	100	150	-50
	Hathras	Mill Quality Loose	50	100	-50
	Aligarh	Mill Quality Loose	150	100	50
Punjab	Khanna	Mill Quality Loose	600	500	100
	(Ludhiana)Jagraon	Mill Quality Loose	0	0	Unch
Haryana	Sirsa	Mill Quality Loose	400	400	Unch
	Hodal	Mill Quality Loose	100	100	Unch
	Bhiwani	Mill Quality Loose	300	600	-300
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-

Wheat (CBOT) Future Price: 27.01.2022					
Contract Month	Open	High	Low	Close	Change
22-Mar	794.25	795.5	774	777	-18
22-May	801	801	780	782.25	-18.5
22-Jul	789.75	790.25	771.75	773.5	-17.25
22-Sep	788.5	790	773	774.25	-16.75
22-Dec	792.25	792.75	776.75	778.5	-15.75
23-Mar	789.5	795.25	782	782.5	-14.5

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