

**Wheat Domestic Fundamentals:**

**As per sources, 33,000 MT of wheat vessel IKUCHI ISLAND is waiting for loading at Kandla Port since 24<sup>th</sup> January 2022. And 53,000 MT of wheat vessel AKIJ GLOBE was expected to arrive at Kandla port on 30<sup>th</sup> January 2022. And 52,500 MT of wheat vessel BULK MANARA was expected to arrive at Kandla Port on 30<sup>th</sup> January 2022. And 31,500 MT of wheat vessel VENTURE GOAL is waiting for loading since 30<sup>th</sup> January 2022.**

**India's wheat harvest is expected to rise to 110 million mt in the crop year 2021-22 (July-June), from 108 million mt a year ago, as higher yields offset a drop in the planting area during the current crop season. Wheat was sown across 34.24 million hectares as of Jan. 28, down 3.5% on the year, according to India's agriculture ministry. The seeded area under the food grain increased sharply over the year in major states, such as Madhya Pradesh and Bihar, while remaining steady on the year in states, such as Punjab, Rajasthan, and Gujarat. The sown area declined on the year in Uttar Pradesh and Haryana. Showers during the ripening stage typically lift the crop's yields, increasing the overall output.**

**The prices of loose wheat in most of the domestic market are trading firm mainly because of low arrivals of wheat in the market. The wheat has already been sold to the government by the farmers during the time of procurement and very few stocks are available currently which is coming in the market.**

**As on 28<sup>th</sup> January 2022, area sown to wheat fell by 1.01 percent to 342.373 lakh hectare in the current rabi season from 345.864 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 severe drought, Turkey's 2021-22 wheat production is down by 2 MMT to 16.25 MMT as per USDA. As per reports, rainfall levels from October to December were better compared to the same period a year ago. However, the rising cost of agricultural inputs and the government's continued market interventions may dampen spring planting in Turkey. Turkey is a major importer of wheat mainly from Russia. But the imports are majorly affected by the food inflation and depreciation of Turkish lira along with high input costs.**

**Euronext wheat faced losses on Thursday as well and reached a near four-month low as the jump in euro has created an export concern. Lower Chicago wheat has also curbed Euro wheat. The Russia-Ukraine issue is also waning which again makes the market bearish.**

**Ukrainian wheat prices have plummeted this week in local and export markets, despite tensions easing in the Black Sea region. Unfavourable weather conditions in late January led to delayed ship arrivals and disrupted loading operations at Ukrainian ports, which resulted in large accumulations of port stocks and falling prices domestically. And most buyers stepped away from the FOB market amid fears that increasing tensions between Russia and Ukraine may result in disruptions to Ukrainian shipments in the upcoming months, which has pressured export prices.**

**USDA has reduced its estimate for Turkey's wheat imports for marketing year 2021-22 (June-May) to 10.8 MMT down by 5 MMT from the previous estimate. The decline in wheat imports in the current marketing year is likely due to an expected increase in barley imports and a depreciation of the Turkish Lira against the US dollar. Turkey is a major wheat importer and usually sources its requirements from Russia and Ukraine. It is also a key exporter of wheat flour and wheat products.**

**Bangladesh has issued an international tender to purchase 50,000 MT of milling wheat. The deadline for submission of price offers is February 14th. The country is importing grains to store the reserves after extreme weather from floods to heatwaves damaged the crops.**

**Weather Outlook: Fairly widespread to widespread light/moderate rainfall/snowfall with thunderstorm/lightning & hailstorm very likely over Sub-Himalayan West Bengal & Sikkim on 04th & 05th; fairly widespread to widespread light/moderate rainfall with thunderstorm/lightning & hailstorm very likely over Bihar, Jharkhand, Odisha & Gangetic West Bengal on 04th and significant reduction thereafter. Isolated heavy rainfall is very likely over Jharkhand, Bihar and West Bengal & Sikkim during next 24 hours.**

Wheat Daily Prices and Arrivals

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			04-Feb-22	03-Feb-22	
Delhi	Lawrence Road	Mill Delivery	2280	2290	-10
	Narella	Mill Quality Loose	2150	2100	50
	Nazafgarh	Mill Quality Loose	2160	2100	60
Gujarat	Rajkot	Mill Delivery	2080	2100	-20
	Ahmedabad	Mill Delivery	2140	2150	-10
	Surat	Mill Delivery	2210	2210	Unch
	Dhrol	Mill Quality Loose	2160	2050	110
M.P.	Indore	Mill Delivery	2210	2200	10
	Bhopal	Mill Quality Loose	1970	1930	40
Rajasthan	Kota	Mill Quality Loose	2050	2035	15
		Mill Delivery	2200	2185	15
U.P.	Kanpur	Mill Delivery	2130	2120	10
	Mathura	Mill Quality Loose	2075	2100	-25
	Kosi	Mill Quality Loose	2100	2100	Unch
	Hathras	Mill Quality Loose	2140	2150	-10
	Aligarh	Mill Quality Loose	2100	2100	Unch
Punjab	Khanna	Mill Quality Loose	2000	1980	20
	Ludhiana (Jagraon)	Mill Delivery	-	-	Unch
Haryana	Sirsa	Mill Delivery loose	2080	2060	20
	Hodal	Mill Delivery	-	-	-
	Bhiwani	Mill Quality Loose	2180	2180	Unch
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-
Tamil Nadu	Chennai	Mill Quality	2425	2450	-25
	Madurai	Mill Quality	2482	2507	-25
	Coimbatore	Mill Quality	2482	2507	-25
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
			04-Feb-22	03-Feb-22	
<b>Gujarat</b>	Rajkot	Lokwan	2150	2150	Unch
<b>M.P.</b>	Indore	Lokwan	2300	2300	Unch
	Bhopal	Lokwan	2150	2150	Unch
	Bina	Sarbati 306	-	-	-
<b>Rajasthan</b>	Kota	LokwanBilty	2175	2160	15
	Baran	Lokwan	2210	2200	10

**Wheat Arrivals in Key Centres:**

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			04-Feb-22	03-Feb-22	
<b>Delhi</b>	Lawrence Road	Mill Delivery	5000	5000	Unch
	Narella	Mill Quality Loose	100	100	Unch
	Nazafgarh	Mill Quality Loose	30	50	-20
<b>Gujarat</b>	Rajkot	Mill Quality Loose	600	1500	-900
	Dhrol	Mill Quality Loose	70	42	28
<b>M.P.</b>	Indore	Mill Quality Loose	1500	1500	Unch
<b>Rajasthan</b>	Kota	Mill Quality	2500	2000	500
<b>U.P.</b>	Kanpur	Mill Quality Loose	700	500	200
	Mathura	Mill Quality Loose	100	50	50
	Kosi	Mill Quality Loose	300	400	-100
	Hathras	Mill Quality Loose	100	50	50
	Aligarh	Mill Quality Loose	200	100	100
<b>Punjab</b>	Khanna	Mill Quality Loose	200	500	-300
	(Ludhiana)Jagraon	Mill Quality Loose	-	-	Unch
<b>Haryana</b>	Sirsa	Mill Quality Loose	300	300	Unch
	Hodal	Mill Quality Loose	50	40	10
	Bhiwani	Mill Quality Loose	300	200	100
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-

Wheat (CBOT) Future Price: 03.01.2022					
Contract Month	Open	High	Low	Close	Change
22-Mar	754	756.5	740	751.75	-3.25
22-May	761	762.75	746.5	758.25	-2.75
22-Jul	755	757.75	742.25	752.25	-2.75
22-Sep	756.75	759	744.25	753.5	-2.75
22-Dec	761.5	763.75	749	758.25	-2.75
23-Mar	766.5	769	754	763	-3

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