Wheat Domestic Fundamentals:

As per trade source estimates, 32,000 MT of wheat vessel OBE HEART is loading at Kandla Port since 11th February *2022. And 27,000 MT of wheat vessel OCEAN BRAVE is waiting for loading at Kandla Port since 10th February 2022. And 31,500 MT of wheat vessel VENTURE GOAL is loading at Kandla Port since 05th February 2022.*

Due to drought persisting in South America, Asia's animal feed market would be impacted by the shortage of corn exports and *record volumes of lower quality wheat from India and Australia are set to fill the gap left. Combined wheat production from India and Australia, will top 143 MMT in the 2021-22 season, more than 20 MMT above the yearly average from the two from 2015 to 2020. Indian wheat is quoted last week at $315 a tonne, including cost and freight (C&F), to Asian destinations. Last week, South Korea has taken up roughly 400,000 tonne of new-crop Indian wheat, while the Philippines and other importers in Southeast Asia have been taking Australian wheat.*

As per trade sources estimate, around 9.18 LMT of wheat were estimated to be exported from India during the month of January. *The exports are higher compared to 8.58 LMT exported in the month of December. Bangladesh emerged as the largest importer of Indian wheat with buying 4.74 LMT of wheat followed by Indonesia with 1.16 LMT and South Korea with 0.61 LMT.*

International Market Update:

Chicago wheat futures climbed 2%, as concerns over supplies from top exporting Black Sea region supported prices. Wheat futures *are gaining support on increased concerns that Russia may invade Ukraine and disrupt grain shipments from the Black Sea region. The most-active wheat contract on the CBOT was up by 1.9% to $8.13 per bushel.*

Russian wheat export prices fell for a fifth consecutive week last week amid a weaker and volatile rouble currency, which remains *under pressure during a diplomatic showdown between Russia and the West over Ukraine. Russian wheat with 12.5% protein content loading from Black Sea ports for supply in late February-early March stood at $318 per tonne FOB last week, down $1 from the previous week.*

In Australia, grain exports improved in December as new season's shipments begin to find their way into overseas markets. *Government trade data showed that Australia shipped 2.22 million tonne of wheat during the month of December. Shipping stem data indicated that Australia's grain exports will be operating at full capacity in January and are expected to maintain this pace well into 2022. As per reports, strong export demand for stockfeed wheat exists but milling wheat grades, such as APW, are more difficult to sell.*

Wheat in France benefited from moderate weather this winter while rainfall in the coming days may maintain favourable growth. *Farmers appeared to have enough fertilizer, while rising fertiliser prices encouraged them to do more soil analysis to avoid wasting doses. German wheat has not suffered significant frost damage so far and widespread rain in the past week was also welcoming. Germany's winter wheat area for the 2022 crop was increased 0.4% on the year to 2.87 million hectares. Britain's wheat crop is in generally good condition and production could potentially rise slightly from last year although high fertilizer costs could limit the extent of any increase. With UK wheat prices failing to account for the surge in input costs for harvest 2022, it is likely that fertilizer application may be slightly reduced and record-breaking yields are unlikely. Britain's wheat area for this year's harvest has increased 1.3% to 1.81 million hectares.*

The average annual wheat price in the U.S. is forecast to drop by 2% year-on-year to $250 per tonne in 2022, falling on reduced *domestic consumption coupled with stable supply worldwide. The market balance will be buoyed by production gains in Argentina and the EU that will offset decreasing output in Brazil and Paraguay. In 2022, projected global trade will decline to 204 MT due to reduced supplies from the U.S. and Russia. American wheat remains uncompetitive in foreign markets, while the Russian government imposes quotas on export volumes to ensure sufficient domestic supplies and stabilize domestic food prices.*

***Weather Outlook**:* *Under the influence of another Western Disturbance; isolated to scattered light rainfall/snowfall very likely over Western Himalayan Region from 17th to 20th February, 2022. Fairly widespread to widespread rainfall very likely over Andaman & Nicobar Islands during next 5 days with Thunderstorm accompanied with lightning on 16th-17th February 2022. Scattered rainfall also likely over Lakshadweep during next 3 days.*

Wheat Daily Prices and Arrivals

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			14-Feb-22	12-Feb-22	
Delhi	Lawrence Road	Mill Delivery	2270	2280	-10
	Narella	Mill Quality Loose	2080	2080	Unch
	Nazafgarh	Mill Quality Loose	2125	2100	25
Gujarat	Rajkot	Mill Delivery	2070	2070	Unch
	Ahmedabad	Mill Delivery	2160	2160	Unch
	Surat	Mill Delivery	2230	2225	5
	Dhrol	Mill Quality Loose	NR	2325	-
M.P.	Indore	Mill Delivery	2060	2080	-20
	Bhopal	Mill Quality Loose	1980	1940	40
Rajasthan	Kota	Mill Quality Loose	2000	2000	Unch
		Mill Delivery	2150	2150	Unch
U.P.	Kanpur	Mill Delivery	2090	2100	-10
	Mathura	Mill Quality Loose	2080	Closed	-
	Kosi	Mill Quality Loose	2090	2100	-10
	Hathras	Mill Quality Loose	2100	2140	-40
	Aligarh	Mill Quality Loose	2060	Closed	-
Punjab	Khanna	Mill Quality Loose	2070	2020	50
	Ludhiana (Jagraon)	Mill Delivery	-	-	Unch
Haryana	Sirsa	Mill Delivery loose	2070	2070	Unch
	Hodal	Mill Delivery	-	-	-
	Bhiwani	Mill Quality Loose	2270	2270	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	-	-	-

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Centre	Market	Variety	Prices (Rs/Qtl)		Change
			14-Feb-22	12-Feb-22	
Gujarat	Rajkot	Lokwan	2150	2150	Unch
M.P.	Indore	Lokwan	2250	2200	50
	Bhopal	Lokwan	2150	2125	25
	Bina	Sarbati 306	-	-	-
Rajasthan	Kota	LokwanBilty	2125	2125	Unch
	Baran	Lokwan	2180	2150	30

Wheat Arrivals in Key Centres:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			14-Feb-22	12-Feb-22	
Delhi	Lawrence Road	Mill Delivery	6000	5000	1000
	Narella	Mill Quality Loose	300	200	100
	Nazafgarh	Mill Quality Loose	100	10	90
Gujarat	Rajkot	Mill Quality Loose	800	600	200
	Dhrol	Mill Quality Loose	-	70	-
M.P.	Indore	Mill Quality Loose	4000	1500	2500
Rajasthan	Kota	Mill Quality	3500	3000	500
U.P.	Kanpur	Mill Quality Loose	1000	800	200
	Mathura	Mill Quality Loose	100	-	-
	Kosi	Mill Quality Loose	350	200	150
	Hathras	Mill Quality Loose	250	100	150
	Aligarh	Mill Quality Loose	200	-	-
Punjab	Khanna	Mill Quality Loose	150	700	-550
	(Ludhiana)Jagraon	Mill Quality Loose	-	-	Unch
Haryana	Sirsa	Mill Quality Loose	400	400	Unch
	Hodal	Mill Quality Loose	50	50	Unch
	Bhiwani	Mill Quality Loose	200	100	100
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-

Wheat (CBOT) Future Price: 11.01.2022					
Contract Month	**Open**	**High**	**Low**	**Close**	**Change**
22-Mar	770.25	806.25	764.75	797.75	26.25
22-May	778.25	812.75	772	804	25.25
22-Jul	774.75	806.75	768.75	798.5	23.5
22-Sep	772.75	806.5	769.75	798.25	22.25
22-Dec	776.75	809	773.75	801.25	21.5
23-Mar	777.5	810.75	777.5	804.25	20.5