

**Wheat Domestic Fundamentals:**

**Indian wheat is receiving huge demand from international markets. In most of the places, rakes are being filled for transporting the stocks for exports. In Banaras, wheat is being loaded at Rs. 2150 -2200 per quintal, however there is low arrivals in the market as a result it is expected that in coming days the prices can reach Rs. 2400 per quintal.**

**Wheat flour demand is also high from international markets and it is expected that it can lead to a drastic increase in the prices of wheat in domestic market. Government's intervention in wheat exports can prevent any major rise in the prices.**

**The Punjab government will impose a district-wise limit for wheat procurement which is scheduled to start on April 1. The government would restrict wheat procurement to 131 lakh tonne in the rabi season, similar to last rabi marketing season of 2021. However, the state food department is making arrangements for 135 lakh tonne and has sought a CCL of ₹29,500 crore, offering a minimum support price of ₹2015 per quintal.**

**Indian wheat exporters have signed deals to export at least 5.5 LMT over the next couple of months to nations in South Asia, South East Asia and West Asia. To meet the requirement of wheat, these countries were dependent on Ukraine and Russia. And due to the ongoing issue between the two nations, these nations prompt to choose alternatives like India.**

**As per trade sources, 57,500 MT of wheat vessel INCE TOKYO is loading at Kandla Port since 23<sup>rd</sup> February 2022. And 54,500 MT of wheat vessel INCE KARADENIZ was expected to arrive at Kandla Port on 01<sup>st</sup> March 2022. And 27,500 MT of wheat vessel ZULFIKAR is expected to arrive Kandla Port on 03<sup>rd</sup> March 2022.**

**International Market Update:**

**CBOT wheat hit a 14-year high, adding more than a quarter to its value this week, as damage to Ukraine's export infrastructure following Russia's invasion has raised concerns over long-term supply disruptions from the Black Sea region. There is high possibility that Ukrainian and Russian wheat wouldn't be exported the coming season. The most-active wheat contract on CBOT was up 3.3% at \$10.76 per bushel after climbing to its highest since March 2008 at \$11.34 per bushel earlier in the session. The wheat market has rallied around 25% in just four sessions.**

**The Ukraine and Russian war have halted the wheat flows from the Black Sea region as a result buyers are starting to consider forward contracts for Australian grains as far out as the third quarter. Though satisfying demand in the near term is a challenge for Australia with export capacity limited and shipping slots fully booked for months. With the black sea situation creating added pressure, buyers are driven to purchase positions much further out.**

**Argentina government would set up a mechanism to control domestic wheat prices and temper food inflation. The price mechanism would remain in place until the end of January 2024 and would focus on prices of domestic sales of wheat flour and dry pasta. The mechanism transfers 800,000 tonnes of wheat to the domestic market to guarantee supply and achieve price stabilization of these key products.**

**Jordan's wheat reserves are enough to cover 15 months of consumption and reserves of wheat bran is enough for 11 months of consumption. While Yemen's wheat reserves are enough to cover four months of consumption.**

**Due to increase in the prices of wheat, MENA region is undergoing a major food prices crisis. Though, Turkey produces half of the wheat it consumes, but still imports 85 percent of wheat from Russia and Ukraine and this will push the price drastically. Countries which are at high risk due to the inflation of wheat prices are Egypt, Turkey, Tunisia, Lebanon, Yemen and Sudan.**

**Libya's wheat reserves are sufficient for more than a year as confirmed by the Ministry, amid global concern due to the Ukrainian crisis. Ukrainian crisis would impact the grain market in the country because it covers only 20% of Libya's wheat imports. Libya consumes one million tonnes of wheat annually, and import only 200 thousand tonnes from Ukraine, stock of soft wheat is sufficient for six months, and there will be no crisis in flour.**

**Weather Outlook:** Fairly widespread to widespread rainfall with isolated thunderstorm/lightning activity very likely over Tamil Nadu-Puducherry-Karaikal during 02nd to 06th March; scattered to fairly widespread rainfall with isolated thunderstorm/lightning activity over south Coastal Andhra Pradesh, Rayalaseema & Kerala- Mahe during 04th & 06th March, 2022 likely. Isolated Heavy to Very Heavy rainfall very likely over Tamil Nadu-Puducherry-Karaikal during 03rd to 05th March with Extremely Heavy rainfall on 04th March and isolated heavy rainfall on 06th March. Isolated Heavy rainfall also very likely over South Coastal Andhra Pradesh and Rayalaseema on 04th & 05th March, 2022.

## Wheat Daily Prices and Arrivals

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			03-Mar-22	02-Mar-22	
Delhi	Lawrence Road	Mill Delivery	2330	2320	10
	Narella	Mill Quality Loose	2140	Closed	-
	Nazafgarh	Mill Quality Loose	2150	Closed	-
Gujarat	Rajkot	Mill Delivery	2250	2225	25
	Ahmedabad	Mill Delivery	2280	2250	30
	Surat	Mill Delivery	2320	2300	20
	Dhrol	Mill Quality Loose	2255	2305	-50
M.P.	Indore	Mill Delivery	2200	Closed	-
	Bhopal	Mill Quality Loose	2050	Closed	-
Rajasthan	Kota	Mill Quality Loose	2050	2020	30
		Mill Delivery	2200	2170	30
U.P.	Kanpur	Mill Delivery	2160	2160	Unch
	Mathura	Mill Quality Loose	2060	2060	Unch
	Kosi	Mill Quality Loose	2080	2070	10
	Hathras	Mill Quality Loose	2100	2070	30
	Aligarh	Mill Quality Loose	2080	2070	10
Punjab	Khanna	Mill Quality Loose	2100	2100	Unch
	Ludhiana (Jagraon)	Mill Delivery	-	-	Unch
Haryana	Sirsa	Mill Delivery loose	2070	2070	Unch
	Hodal	Mill Delivery	-	-	-
	Bhiwani	Mill Quality Loose	2325	2325	Unch
	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	2200	2200	Unch
	Muzaffarpur	Mill Delivery	-	-	-
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	-	-	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	-	-	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			03-Mar-22	02-Mar-22	
Gujarat	Rajkot	Lokwan	2300	2300	Unch
M.P.	Indore	Lokwan	2300	Closed	-
	Bhopal	Lokwan	2150	Closed	-
	Bina	Sarbati 306	-	Closed	-
	Sehore	Sarbati	3500	Closed	-
	Vidisha	Sarbati	3600	Closed	-
Rajasthan	Kota	LokwanBilty	2175	2145	30
	Baran	Lokwan	2220	2200	20

Wheat Arrivals in Key Centres:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			03-Mar-22	02-Mar-22	
Delhi	Lawrence Road	Mill Delivery	4000	3500	500
	Narella	Mill Quality Loose	200	Closed	-
	Nazafgarh	Mill Quality Loose	10	Closed	-
Gujarat	Rajkot	Mill Quality Loose	3000	3800	-800
	Dhrol	Mill Quality Loose	65	82	-17
M.P.	Indore	Mill Quality Loose	5000	Closed	-
Rajasthan	Kota	Mill Quality	3000	2500	500
U.P.	Kanpur	Mill Quality Loose	700	600	100
	Mathura	Mill Quality Loose	300	400	-100
	Kosi	Mill Quality Loose	400	450	-50
	Hathras	Mill Quality Loose	50	60	-10
	Aligarh	Mill Quality Loose	200	200	Unch
Punjab	Khanna	Mill Quality Loose	500	600	-100
	(Ludhiana)Jagraon	Mill Quality Loose	-	-	Unch
Haryana	Sirsa	Mill Quality Loose	300	300	Unch
	Hodal	Mill Quality Loose	50	50	Unch
	Bhiwani	Mill Quality Loose	20	10	10
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-

Wheat (CBOT) Future Price: 02.03.2022					
Contract Month	Open	High	Low	Close	Change
22-Mar	1009.25	1132	997.5	1058.5	56.75
22-May	1014	1059	985.25	1059	75
22-Jul	978	1042	954.75	1041.25	74.25
22-Sep	948.75	1004.75	896	955.75	7
22-Dec	935.25	954.5	857.5	892	-40.5
23-Mar	905.75	911.5	832.25	861.75	-45.5

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