

**Wheat Domestic Fundamentals:**

**Due to the ongoing issue between Russia and Ukraine, there has been a huge demand for Punjab wheat as per sources. The private traders are buying wheat at Rs. 2200 per quintal which once reach Kandla Port becomes Rs. 2400 per quintal. It is expected that central government possess around 20 MMT of wheat while around 100-110 MMT will be received in the upcoming new crop arrivals. But Punjab traders faces a major challenge of high taxation by the state government, as a result many are purchasing from Madhya Pradesh, Uttar Pradesh and Gujarat. It is estimated that last year private traders have purchased 0.5-1 MMT of wheat which can be 2 MMT in coming season.**

**The wheat market is continuing its firm trend. The prices of loose wheat is up by Rs. 60-70 in major markets. There are continuous enquiries made from exporters for the exports of wheat which is supporting the market.**

**In domestic markets, wheat is showing firm trend in major markets. In Indore mandi, the loose wheat is trading at Rs 2200 per quintal compare to Rs. 2100 the previous week. In other regions of Malwa, the new crop arrivals have started and till now approx. 1.50-1.75 lakh bags have arrived in the market.**

**In Delhi, Mill delivery wheat was trading at Rs. 2490 per quintal compared to Rs. 2330 the previous week. The arrivals have increased in Lawrence Road from 5000 bags to 6500 bags. The prices are firm largely due to increase in international wheat prices and no supply from FCI through OMSS scheme.**

**International Market Update:**

**As per USDA, 24% of the Kansas winter wheat crop in good to excellent condition, down from 25% a week earlier. In Kansas, topsoil moisture was short to very short in 81% of the state, up from 80% the previous week. In Texas, the USDA rated just 7% of the crop as good to excellent, down from 8% the previous week. The USDA rated 75% of the Texas crop as poor to very poor, steady with the previous week. In Oklahoma, the USDA rated 15% of the winter wheat crop in good to excellent condition, up from 11% a week earlier. The poor condition of wheat in USA is also creating a major wheat supply concern in addition to the supply disruptions due to Ukraine and Russia war.**

**As per sources, Russian wheat exports for the period July 2021-June 2022 was reduced by 0.8 million tonnes to 33.5 million tonnes. The active military operations in the Black Sea region would slow the pace of exports in March-April. Russia's invasion of Ukraine has led to the closure of the entire Azov Sea east of the Crimean Peninsula to shipping. In March-April, exports of wheat is expected to go about 1 MMT. In May and June, exports are expected to grow to more than 2 million tonnes a month.**

**Japan imports of wheat from USA has rebounded by 4.8 percent to 154,929 MT compare to January 2021. But the imports are still 38 percent lower compared to the same month two years ago. The reduction is mainly due to disruptions in supply due to covid related pandemic, big wheat crop in Japan and less eating out in Restaurants. Though imports from Russia and Ukraine is nil for Japan, rising wheat prices would impact its economy.**

**China has officially said that its winter wheat crop would be the worst in history. This came after a survey report where there was a 20 percent reduction in the first and second grade wheat due to the heavy rainfall during the sowing time that reduced the acreage by one third. For securing sufficient stocks for the domestic requirement, China will import more wheat in coming days specially from Russia after they removed the ban of wheat imports from Russia. This will also become an alternative for Russia to export its wheat after getting sanctions from West.**

**Romania will not limit wheat exports despite surging prices in domestic and international markets. Last year, Romania has harvested more than 11 MMT of wheat and the consumption was lower than 4.5 MMT. Though nearby countries like Hungary and Bulgaria have already restricted the shipment of wheat.**

**In Punjab province of Pakistan, heat wave is expected between March 10th-11th which can pose a serious threat to the standing wheat crop if the heat wave exceeds 30-32 degree Celsius. The wheat crop is estimated at 21 MMT for the current season which will not be fulfilled if the climatic conditions degrade.**

**South Korea has issued an international tender to purchase up to 130,000 tonnes of animal feed wheat with the Black Sea region among areas excluded as a supply origin. The deadline for submission of price offers in the tender is March 8th.**

**Weather Outlook: Isolated/scattered light to moderate rainfall/thundershowers very likely to continue over Kerala & Mahe during next 5 days and over Coastal & South Interior Karnataka during next 3 days. Isolated light/moderate rainfall with thunderstorm/lightning/gusty winds very likely to continue over Maharashtra, Gujarat Region, East Rajasthan and West Madhya Pradesh during 08th to 10th March**

Wheat Daily Prices and Arrivals

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			08-Mar-22	07-Mar-22	
Delhi	Lawrence Road	Mill Delivery	2490	2450	40
	Narella	Mill Quality Loose	2310	2275	35
	Nazafgarh	Mill Quality Loose	2250	2250	Unch
Gujarat	Rajkot	Mill Delivery	2430	2425	5
	Ahmedabad	Mill Delivery	2450	2500	-50
	Surat	Mill Delivery	2500	2530	-30
	Dhrol	Mill Quality Loose	2400	2350	50
M.P.	Indore	Mill Delivery	2280	2225	55
	Bhopal	Mill Quality Loose	2200	2200	Unch
Rajasthan	Kota	Mill Quality Loose	2300	2225	75
		Mill Delivery	2450	2375	75
U.P.	Kanpur	Mill Delivery	2240	2240	Unch
	Mathura	Mill Quality Loose	2250	2250	Unch
	Kosi	Mill Quality Loose	2200	2160	40
	Hathras	Mill Quality Loose	2180	2175	5
	Aligarh	Mill Quality Loose	2230	2225	5
Punjab	Khanna	Mill Quality Loose	2120	2100	20
	Ludhiana (Jagraon)	Mill Delivery	-	-	Unch
Haryana	Sirsa	Mill Delivery loose	2200	2200	Unch
	Hodal	Mill Delivery	-	-	-
	Bhiwani	Mill Quality Loose	2350	2350	Unch
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-
Tamil Nadu	Chennai	Mill Quality	2550	2550	Unch
	Madurai	Mill Quality	2607	2607	Unch
	Coimbatore	Mill Quality	2607	2607	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
			08-Mar-22	07-Mar-22	
Gujarat	Rajkot	Lokwan	2500	2500	Unch
M.P.	Indore	Lokwan	2400	2350	50
	Bhopal	Lokwan	2400	2400	Unch
	Bina	Sarbati 306	-	-	-
	Sehore	Sarbati	3800	3550	250
	Vidisha	Sarbati	3500	3500	Unch
Rajasthan	Kota	LokwanBilty	2425	2350	75
	Baran	Lokwan	2390	2350	40

## Wheat Arrivals in Key Centres:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			08-Mar-22	07-Mar-22	
Delhi	Lawrence Road	Mill Delivery	3000	4000	-1000
	Narella	Mill Quality Loose	400	200	200
	Nazafgarh	Mill Quality Loose	100	30	70
Gujarat	Rajkot	Mill Quality Loose	3500	4500	-1000
	Dhrol	Mill Quality Loose	68	91	-23
M.P.	Indore	Mill Quality Loose	4000	5000	-1000
Rajasthan	Kota	Mill Quality	2500	3000	-500
U.P.	Kanpur	Mill Quality Loose	900	700	200
	Mathura	Mill Quality Loose	150	200	-50
	Kosi	Mill Quality Loose	400	500	-100
	Hathras	Mill Quality Loose	50	50	Unch
	Aligarh	Mill Quality Loose	50	20	30
Punjab	Khanna	Mill Quality Loose	500	500	Unch
	(Ludhiana)Jagraon	Mill Quality Loose	-	-	Unch
Haryana	Sirsa	Mill Quality Loose	500	500	Unch
	Hodal	Mill Quality Loose	30	50	-20
	Bhiwani	Mill Quality Loose	20	50	-30
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-

Wheat (CBOT) Future Price: 07.03.2022					
Contract Month	Open	High	Low	Close	Change
22-Mar	1311.25	1425.25	1311.25	1425.25	77.25
22-May	1294	1294	1294	1294	85
22-Jul	1225.25	1260.25	1190.25	1252.5	77.25
22-Sep	1080	1145	1066.5	1141.5	78.5
22-Dec	995	1055	987	1048.75	68.75
23-Mar	982.5	1011.25	948.25	999.75	54.5

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