

Wheat Domestic Fundamentals:

Large number of steps is being implemented in order to increase good quality wheat exports from India. Around 213 government approved laboratories have been set up to test the quality of wheat. Extra warehouse capacity is being created near the ports to ensure proper supply. The wheat cargoes can also be diverted to Eastern port to reduce congestions in Mundra and Kandla Ports. In the upcoming 2022-23 marketing year, India's exports are expected to be 10 MMT.

As the prices of wheat have increased, we can expect hike in the prices of processed food like biscuits, noodles and other wheat flour-based products. The prices of wheat flour have increased by Rs. 6 per kg and the people are preferring readymade flour instead of Atta from flour mills as the wheat supply have been disrupted. The traders are still selling old stocks as it is expected that the prices will go up again in coming days.

The number of farmers in Madhya Pradesh registering to sell wheat to state agencies has dropped by more than 17 per cent because of the huge demand for the cereals by the private players owing to spike in global prices because of Russia Ukraine crisis. Till March 10th, around 1.98 million farmers applied to sell wheat to government agencies, while last year during the same period it was around 2.4 million.

International Market Update:

CBOT wheat fell as traders monitored diplomatic efforts to end Russia's invasion of Ukraine and gauged continuing disruption to Black Sea grain exports. The most-active wheat contract on the CBOT was down by 1.5 percent at \$10.82 per bushel. Wheat prices have been extremely volatile since Russia's invasion of Ukraine, as the market is heavily reliant on exports from both countries through the Black Sea. Though the market remains calm, there is high level of anxiety within the traders. France's Strategie Grains said the war could remove about 11 million tonnes of Black Sea wheat exports from the world during 2021-22.

Currently U.S. wheat prices were already high because of inflation and restricted supplies, but globally the wheat prices are driven up due to Russia Ukraine war and could increase the prices of wheat globally. Prices depends on type of grain but in recent days the cost of white soft wheat was \$11.70 per bushel higher compared to \$7.35 per bushel the previous year. It is expected that countries that rely on wheat exports from Ukraine could face shortages starting in July which increases food insecurity and potentially throwing more people into poverty in countries that depend on the product. In the coming year people might turn to more affordable grains and substitutes for wheat which could potentially affect wheat prices.

As per sources, there is no major concern for wheat reserves in Syria as per sources and wheat will be bought from the farmers with better prices compared to market prices. In January, Russia informed that needs to import more than 1.5 million tonnes of wheat, with the majority coming from Russia.

As per reports, 92% of French soft wheat crops were in good or excellent condition by March 14th, unchanged from a week earlier and above a year-ago rating of 87%. The condition is better compared to previous year indicating better crop conditions in the coming harvest season.

As per reports, 92% of French soft wheat crops were in good or excellent condition by March 14th, unchanged from a week earlier and above a year-ago rating of 87%. The condition is better compared to previous year indicating better crop conditions in the coming harvest season.

In Turkey, the lowest price in the first round of offers in tender dated on 17th March to purchase and import 270,000 tonnes of milling wheat was believed to be \$450.00 a tonne C&F. No purchase has yet been made and initial results of the tender are expected later.

In Pakistan, there is a fear of fall in production by 10 percent due to drought and low fertilizer offtake and as a result the ministry has proposed to import 3 MMT of wheat. And if wheat is not imported from Russia on due to sanctions on Russia, Pakistan may be allowed to import the entire quantity of 3 MMT of wheat through international tendering.

South Korea purchased about 55,000 tonnes of animal feed wheat on 15th March to be sourced from worldwide optional origins in a private deal without issuing an international tender. Japan is seeking to buy a total of 104,483 tonnes of food-quality wheat from the United States, Canada and Australia in regular tenders that will close on 17th March.

Weather Outlook: Light isolated rainfall with thunderstorm/lightning very likely over Kerala & Mahe, Tamilnadu, Puducherry & Karaikal and Karnataka during next 5 days; over Rayalaseema and Coastal Andhra Pradesh during 20th to 22nd; over Telangana on 19th March, 2022. Light to moderate isolated rainfall with thunderstorm/lightning very likely over Northeast India from 21st March, 2022.

Wheat Daily Prices and Arrivals

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			19-Mar-22	17-Mar-22	
Delhi	Lawrence Road	Mill Delivery	2280	2280	Unch
	Narella	Mill Quality Loose	2150	2175	-25
	Nazafgarh	Mill Quality Loose	2200	2200	Unch
Gujarat	Rajkot	Mill Delivery	2250	2270	-20
	Ahmedabad	Mill Delivery	2320	2370	-50
	Surat	Mill Delivery	2375	2420	-45
	Dhrol	Mill Quality Loose	2335	2265	70
M.P.	Indore	Mill Delivery	2200	2100	100
	Bhopal	Mill Quality Loose	2000	2100	-100
Rajasthan	Kota	Mill Quality Loose	2050	2060	-10
		Mill Delivery	2200	2210	-10
U.P.	Kanpur	Mill Delivery	Closed	Closed	-
	Mathura	Mill Quality Loose	Closed	Closed	-
	Kosi	Mill Quality Loose	Closed	Closed	-
	Hathras	Mill Quality Loose	Closed	Closed	-
	Aligarh	Mill Quality Loose	Closed	Closed	-
Punjab	Khanna	Mill Quality Loose	2060	2125	-65
	Ludhiana (Jagraon)	Mill Delivery	-	-	Unch
Haryana	Sirsa	Mill Delivery loose	2140	2130	10
	Hodal	Mill Delivery	-	-	-
	Bhiwani	Mill Quality Loose	2240	2230	10
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-
Tamil Nadu	Chennai	Mill Quality	2400	2400	Unch
	Madurai	Mill Quality	2457	2457	Unch
	Coimbatore	Mill Quality	2457	2457	Unch
Bihar	Khagariya	Mill Delivery	2100	2100	Unch
	Muzaffarpur	Mill Delivery	-	-	-
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	2380	2375	5
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	2390	2385	5

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			19-Mar-22	17-Mar-22	
Gujarat	Rajkot	Lokwan	2300	2300	Unch
M.P.	Indore	Lokwan	2400	2300	100
	Bhopal	Lokwan	2200	2250	-50
	Bina	Sarbati 306	-	-	-
	Sehore	Sarbati	Closed	4000	-
	Vidisha	Sarbati	Closed	3900	-
Rajasthan	Kota	LokwanBilty	2175	2185	-10
	Baran	Lokwan	2210	2250	-40

Wheat Arrivals in Key Centres:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			19-Mar-22	17-Mar-22	
Delhi	Lawrence Road	Mill Delivery	500	2000	-1500
	Narella	Mill Quality Loose	40	50	-10
	Nazafgarh	Mill Quality Loose	5	30	-25
Gujarat	Rajkot	Mill Quality Loose	9000	8000	1000
	Dhrol	Mill Quality Loose	81	58	23
M.P.	Indore	Mill Quality Loose	2500	1000	1500
Rajasthan	Kota	Mill Quality	1500	2000	-500
U.P.	Kanpur	Mill Quality Loose	Closed	Closed	-
	Mathura	Mill Quality Loose	Closed	Closed	-
	Kosi	Mill Quality Loose	Closed	Closed	-
	Hathras	Mill Quality Loose	Closed	Closed	-
	Aligarh	Mill Quality Loose	Closed	Closed	-
Punjab	Khanna	Mill Quality Loose	500	600	-100
	(Ludhiana)Jagraon	Mill Quality Loose	0	0	Unch
Haryana	Sirsa	Mill Quality Loose	500	400	100
	Hodal	Mill Quality Loose	50	30	20
	Bhiwani	Mill Quality Loose	50	100	-50
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-

Wheat (CBOT) Future Price: 18.03.2022					
Contract Month	Open	High	Low	Close	Change
22-Mar	1095	1106	1055.75	1063.75	-34.25
22-May	1071	1086.5	1036.5	1044.75	-31.25
22-Jul	1025.75	1042	999	1005.75	-25
22-Sep	980.25	995.75	962	967	-20.5
22-Dec	943.75	962	934.5	940.75	-10
23-Mar	906.5	915	894.5	906.75	0.25

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp> © 2022 Indian Agribusiness Systems Limited.