

Wheat Domestic Fundamentals:

During the period of 2021-22, India has exported 7.85 MMT of wheat which is higher compared to 2.1 MMT of wheat during 2020-21. India had already achieved exporting 7 MMT by March 21. Bangladesh, South Korea, Sri Lanka, Oman and Qatar. Most of the deals happened between FOB \$225 and \$335 per tonne.

As of 3rd April, the government has procured 34,917 tonnes of wheat at MSP for Rs. 70.36 crores.

Wheat procurement in Punjab is witnessing a slow start with only 185 tonnes of grains received in the first three days since it beginning on April 1, including 116 tonnes of the produce that arrived in the purchasing centres on Sunday.

India is planning to export a record 10 million tonnes (MT) of wheat in 2022-23, as global demand rises as a result of the Russia-Ukraine conflict. In 2022-23, India is likely to export wheat worth around \$4 billion, as prices are expected to rise in the coming months to around \$400 to \$430 per tonne (all costs included), particularly in North Africa and South-East Asia countries. Prices are currently in the \$370-\$380 per tonne.

India's wheat exports are likely to cross 10 MMT during 2022-23, due to increasing demand for the commodity in the world market. The exports have crossed 7 MMT in 2021-22 (worth over Rs 15,000 crore) as against 2.16 MMT (over Rs 4,000 crore) in 2020-21. It was only two lakh tonnes (Rs 500 crore) in 2019-20. Maximum exports are routed through Kandla port and discussions are on with railways for facilitation of wheat exports from different ports such as Vizag, Kakinada, and Nhava Sheva.

In Rajasthan, the procurement of wheat has started in 389 purchasing centers and the procurement will continue till June 10th. In Kota, the procurement has already started from March 15th.

In Jalandhar, wheat is expected to arrive after April 8th or 9th and proper procurement is expected to start from April 10th onwards. Since the wheat has not dried properly and the farmers want to take at least another week to harvest it, the arrival may be a little slow.

International Market Update:

Russian wheat prices fell sharply last week for both exports and domestic deals, indicating strengthening of the rouble against the dollar. Russia's managed to continue exporting through its Black Sea ports despite the Western sanctions that have complicated trade logistics and payment. Prices for wheat with 12.5% protein content from the Black Sea ports fell last week by \$22 to \$368 free on board (FOB). Russia exported 560,000 tonnes of grains last week, compared with 400,000 tonnes a week earlier. In the domestic market, wheat prices in roubles fell after strong rally in March. Russia's spring grain sowing continues in favorable weather. By March 31 spring grains were planted on 509,000 hectares, against 339,000 hectares a year ago.

Saudi Arabia has agreed to buy 625,000 tonnes of wheat in an international tender. The purchase was made at an average price of \$422.47 a tonne. That was up sharply from \$365.14 a tonne c&f. The shipments will be delivered between September and November.

The Uzbekistan government said it will buy up to 600,000 tonnes of grain, mainly from neighboring Kazakhstan, to increase its state stockpiles and ensure food security. The decision comes as global food prices increased due to supply chain problems related to the COVID-19 pandemic and the war between Russia and Ukraine.

Sudan is expected to face a significant cereal supply gap in 2022. The estimated 5.1 million tons of cereal harvested in the 2021-2022 season will cover about 65 per cent of the estimated 7.6 million tons of cereal.

As per USDA, US wheat stocks on March 1 were at 1.02 billion bushels, 22% lower on the year. Of the total stocks, 174 million bushels were stored on farms, which is down by 39% on the year, while off-farm stocks at 850 million bushels were down by 17% from a year ago. Of the total wheat stocks, durum wheat stocks totaled at 29.7 million bushels, down by 30% on the year as of March 1. According to the report, 12.6 million bushels of durum wheat were stored on farms, down by 30% on the year, while off-farm stocks at 17.1 million bushels were down by 44% from a year ago. The states with the largest wheat stocks were Kansas, with 234.4 million bushels, North Dakota with 131.7 million bushels, and Oklahoma with 103.4 million bushels.

Weather Outlook: Light isolated/scattered rainfall very likely over Kerala-Mahe, Tamilnadu-Puducherry-Karaikal, Coastal & South Interior Karnataka during next 5 days; over North Interior Karnataka, Coastal Andhra Pradesh and Telangana during 04th- 06th April.

Wheat Daily Prices and Arrivals

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			04-Apr-22	02-Apr-22	
Delhi	Lawrence Road	Mill Delivery	2210	2240	-30
	Narella	Mill Quality Loose	2040	2060	-20
	Nazafgarh	Mill Quality Loose	2050	2080	-30
Gujarat	Rajkot	Mill Delivery	2250	2250	Unch
	Ahmedabad	Mill Delivery	2340	2400	-60
	Surat	Mill Delivery	2400	2425	-25
	Dhrol	Mill Quality Loose	2375	2505	-130
M.P.	Indore	Mill Delivery	2260	Closed	-
	Bhopal	Mill Quality Loose	2050	Closed	-
Rajasthan	Kota	Mill Quality Loose	2040	2075	-35
		Mill Delivery	2190	2225	-35
U.P.	Kanpur	Mill Delivery	2140	2130	10
	Mathura	Mill Quality Loose	2050	2060	-10
	Kosi	Mill Quality Loose	1990	1980	10
	Hathras	Mill Quality Loose	1965	2050	-85
	Aligarh	Mill Quality Loose	2040	2040	Unch
Punjab	Khanna	Mill Quality Loose	2050	2130	-80
	Ludhiana (Jagraon)	Mill Delivery	-	-	-
Haryana	Sirsa	Mill Delivery loose	2100	2100	Unch
	Hodal	Mill Delivery	-	-	-
	Bhiwani	Mill Quality Loose	2200	2200	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	2100	2050	50
	Muzaffarpur	Mill Delivery	2000	2000	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	2350	2500	-150
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	2360	2510	-150

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			04-Apr-22	02-Apr-22	
Gujarat	Rajkot	Lokwan	2300	2350	-50
M.P.	Indore	Lokwan	2400	Closed	-
	Bhopal	Lokwan	2300	Closed	-
	Bina	Sarbati 306	-	-	-
	Sehore	Sarbati	4200	Closed	-
	Vidisha	Sarbati	4040	Closed	-
Rajasthan	Kota	LokwanBilty	2165	2200	-35
	Baran	Lokwan	2310	2400	-90

Wheat Arrivals in Key Centres:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			04-Apr-22	02-Mar-22	
Delhi	Lawrence Road	Mill Delivery	4000	5000	-1000
	Narella	Mill Quality Loose	4000	800	3200
	Nazafgarh	Mill Quality Loose	1500	1000	500
Gujarat	Rajkot	Mill Quality Loose	11000	6500	4500
	Dhrol	Mill Quality Loose	306	187	119
M.P.	Indore	Mill Quality Loose	20000	Closed	-
Rajasthan	Kota	Mill Quality	80000	30000	50000
U.P.	Kanpur	Mill Quality Loose	1000	1200	-200
	Mathura	Mill Quality Loose	15000	6000	9000
	Kosi	Mill Quality Loose	18000	10000	8000
	Hathras	Mill Quality Loose	200	100	100
	Aligarh	Mill Quality Loose	4500	4000	500
Punjab	Khanna	Mill Quality Loose	600	700	-100
	(Ludhiana)Jagraon	Mill Quality Loose	-	-	-
Haryana	Sirsa	Mill Quality Loose	1000	500	500
	Hodal	Mill Quality Loose	125000	40000	85000
	Bhiwani	Mill Quality Loose	-	-	-
	Karnal	Mill Delivery	-	-	Unch
	Panipat	Mill Quality Loose	-	-	Unch

Wheat (CBOT) Future Price: 01.04.2022					
Contract Month	Open	High	Low	Close	Change
22-May	1007.25	1032.75	982.5	984.5	-21.5
22-Jul	1003	1027.5	982	984.25	-17.75
22-Sep	989	1012.75	971.75	974.5	-14.5
22-Dec	973	997.5	961.75	964.5	-8.25
23-Mar	951.5	977	945.25	948.25	-3.5
23-May	926.75	950.25	926.75	929.25	2

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