

Wheat Domestic Fundamentals:

As per sources, In Punjab, the yield of wheat crop being reported is 13-14 quintals per acre compared to 20 quintals of yield previous year. The farmers are demanding for relaxation of quality specifications by FCI which includes 6% permissible for shriveled grains and moisture content up to 14%.

In Kaithal district, 30 percent of the procured wheat has been lifted. A total of 2.15 MT of wheat has arrived of which 2.10 MT of wheat has been procured by the government.

USDA is reporting record production for Indian wheat during marketing year 2022-23 at 110 MMT from 30.9 million hectares. This was higher than previous year's estimate of 109.6 MMT. USDA consider good climatic conditions responsible for bumper wheat harvest in these states. Agriwatch estimate the wheat production for the current year to be on lower side as the yield loss is being reported in most of the wheat producing states.

There are reports of rake shortage for transport of wheat. Currently the demand for rakes is as high as 50-60 rakes for the transport of wheat to Kolkata and Mumbai. But due to shortages, the rakes available is 2-3 rakes. If the shortage continues, we can expect a supply disruption in movement of stocks.

The wheat procurement activity will start in Himachal Pradesh from April 15th. And in Bihar the procurement is expected to start from April 20th.

The wheat arrival in the grain market is down by 58 per cent in Hisar district as compared to the corresponding period in the previous year. The farmers think that the wheat prices are likely to go up in the next few weeks. So, most of the farmers are stocking the new produce as of now. The international market has high demand for wheat from India due to the Russia-Ukraine war.

As of 11th April, the government procurement under RMS 2022-23 stood at 20.55 LMT. The procurement in Punjab is 7.85 LMT with a record 2.15 LMT purchase on 10th April. In Haryana, the procurement is 7.68 LMT and 4.96 LMT in Madhya Pradesh.

In Punjab, the wheat procurement is largely bought by the flour millers. As per the sources, the yield in Punjab is expected to fall by 10-20 percent. The quality of wheat arriving is not good as most of the grains have shrunken its size.

In Kota and Bundi, the quality of crop arriving is rated poor compared to previous year. The arrivals are already in peak in Rajasthan and is expected to reduce from April 17th. The yield in Rajasthan is expected to fall by 8-10% as per sources.

In Uttar Pradesh, the yield is expected to fall by 10-15% as per sources. There is no issue regarding moisture for the arrived crops, though the quality of crop being reported is average to poor. The poor quality is being purchased by the government and good quality going to trader's hands.

As per trade sources, 33,000 MT of wheat vessel GLOVIS MAGELLAN is loading at 10th April 2022. And 35,000 MT of wheat vessel AFRICAN VENTURE is loading at Kandla Port since 09th April 2022. And 28,000 MT of wheat vessel CHRISTIANA is loading at Kandla Port since 08th April 2022. And 55,000 MT of wheat vessel GLOBAL BRAVE is loading at Kandla Port since 08th April 2022. And 33,000 MT of wheat vessel HPC SUNRISE is loading at Kandla Port since 07th April 2022. And 32,000 MT of wheat vessel STAMFORD PIONEER is loading at Kandla Port since 09th April 2022.

International Market Update:

Egypt has confirmed that it is considering taking wheat from India this month. Generally, Egypt purchase wheat from Black Sea region due to its proximity, competitive prices and quality of wheat. Egypt is also in talks with USA, Argentina and France.

From November 2021 to first week of April, Morocco has imported 2.6 MMT of wheat. The wheat prices have also increased to \$510 per tonne in domestic market. The Moroccan government is removing wheat import duty in order to control wheat prices. In order to control the prices, they will import more and more wheat. France will be the first priority for Morocco as a source of wheat.

In France, for soft wheat, the 2022 area for spring wheat crop is pegged at 4.79 million hectares which is down by 3.9% compared to 2021 and 0.7% below the past 5-year average. Winter soft wheat sowings were revised up slightly to 4.77 million hectares from a previous estimate of 4.75 million hectares in February.

As per USDA, 32% of the US wheat was rated good to excellent which is 2 percent higher compared to previous week, though the rating is still the poorest on record.

Weather Outlook: Heat wave condition is expected in different pockets of India. Over East Madhya Pradesh it is expected on 13th, 16th and 17th, over Bihar on 13th and 14th.

Wheat Daily Prices and Arrivals

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			13-Apr-22	12-Apr-22	
Delhi	Lawrence Road	Mill Delivery	2200	2200	Unch
	Narella	Mill Quality Loose	Closed	2060	-
	Nazafgarh	Mill Quality Loose	Closed	2080	-
Gujarat	Rajkot	Mill Delivery	2275	2270	5
	Ahmedabad	Mill Delivery	2360	2350	10
	Surat	Mill Delivery	2400	2390	10
	Dhrol	Mill Quality Loose	2410	2420	-10
M.P.	Indore	Mill Delivery	2130	2120	10
	Bhopal	Mill Quality Loose	2000	2000	Unch
Rajasthan	Kota	Mill Quality Loose	2100	2080	20
		Mill Delivery	2250	2230	20
U.P.	Kanpur	Mill Delivery	2110	2100	10
	Mathura	Mill Quality Loose	2050	2050	Unch
	Kosi	Mill Quality Loose	2025	2030	-5
	Hathras	Mill Quality Loose	2025	2035	-10
	Aligarh	Mill Quality Loose	2025	2025	Unch
Punjab	Khanna	Mill Quality Loose	2020	2020	Unch
	Ludhiana (Jagraon)	Mill Delivery	2120	2120	Unch
Haryana	Sirsa	Mill Delivery loose	2015	2015	Unch
	Hodal	Mill Delivery	-	-	-
	Bhiwani	Mill Quality Loose	1980	1980	Unch
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	2015	2015	Unch
Tamil Nadu	Chennai	Mill Quality	2500	2500	Unch
	Madurai	Mill Quality	2557	2557	Unch
	Coimbatore	Mill Quality	2557	2557	Unch
Bihar	Khagariya	Mill Delivery	2050	2100	-50
	Muzaffarpur	Mill Delivery	2050	2050	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	2360	2360	Unch
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	2370	2370	Unch

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			13-Apr-22	12-Apr-22	
Gujarat	Rajkot	Lokwan	2350	2350	Unch
M.P.	Indore	Lokwan	2400	2300	100
	Bhopal	Lokwan	2300	2300	Unch
	Bina	Sarbati 306	-	-	-
	Sehore	Sarbati	3800	4000	-200
	Vidisha	Sarbati	3750	4000	-250
Rajasthan	Kota	LokwanBilty	2300	2280	20
	Baran	Lokwan	2200	2310	-110

Wheat Arrivals in Key Centres:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			13-Apr-22	12-Mar-22	
Delhi	Lawrence Road	Mill Delivery	10000	9000	1000
	-rella	Mill Quality Loose	Closed	25000	-
	-zafgarh	Mill Quality Loose	Closed	3000	-
Gujarat	Rajkot	Mill Quality Loose	4200	10000	-5800
	Dhrol	Mill Quality Loose	228	194	34
M.P.	Indore	Mill Quality Loose	10000	6000	4000
Rajasthan	Kota	Mill Quality	70000	80000	-10000
U.P.	Kanpur	Mill Quality Loose	2500	2000	500
	Mathura	Mill Quality Loose	15000	10000	5000
	Kosi	Mill Quality Loose	19000	24000	-5000
	Hathras	Mill Quality Loose	1000	500	500
	Aligarh	Mill Quality Loose	5000	4800	200
Punjab	Khan-	Mill Quality Loose	100000	50000	50000
	(Ludhia-)Jagraon	Mill Quality Loose	50000	20000	30000
Harya-	Sirsa	Mill Quality Loose	11000	10000	1000
	Hodal	Mill Quality Loose	125000	125000	Unch
	Bhiwani	Mill Quality Loose	20000	10000	10000
	Kar-l	Mill Delivery	50000	30000	20000
	Panipat	Mill Quality Loose	30000	20000	10000

Wheat (CBOT) Future Price: 11.04.2022					
Contract Month	Open	High	Low	Close	Change
22-May	1077.75	1117.5	1075	1103.75	22.5
22-Jul	1085.5	1125	1082.25	1112.5	23.5
22-Sep	1083.25	1117.25	1079.75	1109	23
22-Dec	1080.5	1109.5	1075	1101.5	20.25
23-Mar	1070	1096.5	1069.75	1090.5	18.75
23-May	1050	1074.25	1050	1070.25	17.25

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