

Wheat Domestic Fundamentals:

As of 20th April, the government wheat procurement stood at 109.78 LMT which is 41.16 percent down from 186.58 LMT of wheat procured last year. The procurement in Uttar Pradesh remains low at 0.51 LMT.

The recent crop cutting experiment in Punjab suggest the yield loss from 48.68 quintal per hectare to 43 quintal per hectare due to the heatwave situation. AgriWatch has already estimated yield loss to be in the range of 8-10% in Punjab.

As per sources, In Punjab, 2.06 LMT of wheat has been procured by government agencies on 19th April 2022. Maximum purchase was made in Jalandhar with 0.45 LMT followed by Gurdaspur with 0.40 LMT.

With the reports of lower yield in different states, the prices have increased in major markets 5-7%. The market sentiments are firm and is expected to continue the same trend in coming days.

As per IIWBR, the yield reduction in Punjab is minor as most of the crops had been sown earlier. The major impact was seen in late sown crops which are small proportion of crops. IIWBR is still firm with wheat output between 111-112 MMT.

In Punjab, the percentage of shriveled grains are ranging between 10-20% which is way ahead of permissible limit of 6%. In Malwa region, the percentage is 20%, while in Bathinda and Kapurthala region it is between 10-12%. Higher percentage represents poor quality grains.

In Haryana with good pace of procurement it is expected that the procurement will finish by April 30th. Last year the procurement went till May 15th.

Egypt has accepted India as the source of wheat supplier. They are planning to import 1 MMT of wheat from India and 0.24 MMT of wheat to be imported during the month of April.

International Market Update:

In Argentina, wheat planting area for the 2022-23 season is expected to be around 6.5 million hectares, which is down from a revised 6.7 million hectares in the previous season.

Turkey is expected to increase wheat production by 1 MMT in 2022-23, though farmers is facing skyrocketing input costs. Wheat production is estimated at 17 MMT. About 2 MMT of that is expected to be durum wheat. Area harvested is projected to contract by 300,000 hectares but improved weather conditions are expected to increase yields.

Egypt seeks to increase strategic wheat reserves capacity to five million tons.

Paraguay's wheat production for 2022-23 MY is expected to hit 1 million tonnes on better yields from similar acreage compared to 2021-22 with exports increasing to 280,000 MT. The area planted for wheat to remain unchanged at 450,000 hectares. Practically all of Paraguay's wheat is exported to the Brazilian state of Parana, which borders Paraguay and hosts the largest concentration of flour mills in Brazil.

Canada's wheat exports fell by over 64% on the week to 67,400 mt in the week ended April 10. Wheat exports for the marketing year 2021-22 (August-July) through April 10 fell by 42% on the year to 7.9 MMT. Exports of the food grain fell in the week ended April 10 as Canadian wheat prices started to increase amid continued uncertainty over trade prospects from the Black Sea region and drought conditions in the Prairies. Canada's durum wheat exports in the week ended April 10 fell to 42,900 mt from 53,600 mt in the previous week.

USDA has rated 30% of U.S. winter wheat in good to excellent condition which is down by 2% from a week ago, and the lowest for this time of year since 1996. Tightening global wheat supplies and the conflict between Ukraine and Russia, have magnified the significance of U.S. winter wheat production prospects.

Weather Outlook: Light isolated rainfall with thunderstorm/lightning/gusty winds likely over Punjab, Haryana- Chandigarh-Delhi & Rajasthan during next 2 days; over West Madhya Pradesh on 20th & 21st; over East Madhya Pradesh on 21st; over Vidarbha during 21st-23rd and over Chhattisgarh during 20th-24th April

Wheat Daily Prices and Arrivals

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			21-Apr-22	20-Apr-22	
Delhi	Lawrence Road	Mill Delivery	2250	2300	-50
	Narella	Mill Quality Loose	2135	Closed	-
	Nazafgarh	Mill Quality Loose	2150	Closed	-
Gujarat	Rajkot	Mill Delivery	2350	2350	Unch
	Ahmedabad	Mill Delivery	2410	2410	Unch
	Surat	Mill Delivery	2460	2460	Unch
	Dhrol	Mill Quality Loose	2375	-	-
M.P.	Indore	Mill Delivery	2330	2300	30
	Bhopal	Mill Quality Loose	2080	2100	-20
Rajasthan	Kota	Mill Quality Loose	2200	2250	-50
		Mill Delivery	2350	2400	-50
U.P.	Kanpur	Mill Delivery	2090	2200	-110
	Mathura	Mill Quality Loose	2160	2240	-80
	Kosi	Mill Quality Loose	2200	2200	Unch
	Hathras	Mill Quality Loose	2200	2200	Unch
	Aligarh	Mill Quality Loose	2150	2200	-50
Punjab	Khanna	Mill Quality Loose	2025	2040	-15
	Ludhiana (Jagraon)	Mill Delivery	2120	2120	Unch
Haryana	Sirsa	Mill Delivery loose	2075	2050	25
	Hodal	Mill Delivery	-	-	-
	Bhiwani	Mill Quality Loose	2110	2110	Unch
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	2040	2050	-10
Tamil Nadu	Chennai	Mill Quality	2500	2600	-100
	Madurai	Mill Quality	2557	2657	-100
	Coimbatore	Mill Quality	2557	2657	-100
Bihar	Khagariya	Mill Delivery	2200	2050	150
	Muzaffarpur	Mill Delivery	2200	2060	140
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	2430	2450	-20
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	2440	2460	-20

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			21-Apr-22	20-Apr-22	
Gujarat	Rajkot	Lokwan	2400	2400	Unch
M.P.	Indore	Lokwan	2450	2400	50
	Bhopal	Lokwan	2300	2300	Unch
	Bina	Sarbati 306	-	-	-
	Sehore	Sarbati	3500	2400	Unch
	Vidisha	Sarbati	4150	2575	Unch
Rajasthan	Kota	LokwanBilty	2400	2450	-50
	Baran	Lokwan	2575	2550	25

Wheat Arrivals in Key Centres:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			21-Apr-22	20-Mar-22	
Delhi	Lawrence Road	Mill Delivery	9000	12000	-3000
	-rella	Mill Quality Loose	20000	Closed	-
	-zafgarh	Mill Quality Loose	3000	Closed	-
Gujarat	Rajkot	Mill Quality Loose	2500	4000	-1500
	Dhrol	Mill Quality Loose	85	NA	-
M.P.	Indore	Mill Quality Loose	7000	5000	2000
Rajasthan	Kota	Mill Quality	30000	65000	-35000
U.P.	Kanpur	Mill Quality Loose	5000	4000	1000
	Mathura	Mill Quality Loose	3000	8000	-5000
	Kosi	Mill Quality Loose	7000	7400	-400
	Hathras	Mill Quality Loose	1900	2000	-100
	Aligarh	Mill Quality Loose	2500	4000	-1500
Punjab	Khan-	Mill Quality Loose	50000	100000	-50000
	(Ludhia-)Jagraon	Mill Quality Loose	15000	20000	-5000
Harya-	Sirsa	Mill Quality Loose	3000	6000	-3000
	Hodal	Mill Quality Loose	3000	12000	-9000
	Bhiwani	Mill Quality Loose	1500	2500	-1000
	Kar-l	Mill Delivery	3000	6000	-3000
	Panipat	Mill Quality Loose	5000	8000	-3000

Wheat (CBOT) Future Price: 19.04.2022					
Contract Month	Open	High	Low	Close	Change
22-May	1094.75	1109.75	1066.75	1088	-11
22-Jul	1107	1118.5	1075	1097.5	-11.5
22-Sep	1102.75	1114	1072.75	1095.25	-9.75
22-Dec	1096.5	1108.75	1069	1092	-8
23-Mar	1094.25	1104	1066	1090.25	-4.75
23-May	1088.25	1095.5	1062	1085.75	-1.75

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