

Wheat Domestic Fundamentals:

As of 23rd April 2022, government procurement of wheat stood at 133.30 LMT which 33.42 percent down from previous year procurement of 200.2 LMT. The procurement in Punjab stood at 71.5 LMT. The procurement in Uttar Pradesh, Rajasthan and Gujarat remains low.

In the benchmark market of Indore, the sentiments were firm and prices of mill delivery was up by 2.22 percent.

In Kanpur mandi also, the sentiments were firm and prices of mill delivery was up by 0.93 percent.

In Indore, the slot booking for farmer's registration has been extended till April 30th. As of 17th April, only 32% of the farmers have been registered. In Indore, only 40,618 MT of wheat has been procured which is just 13.5% of the targeted 3 LMT.

As per Punjab agriculture department, 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.

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.

As per trade sources, 42,037 MT of wheat vessel AMIS NATURE is loading at Kandla Port since 19th April 2022. And 57,680 MT of wheat vessel INCE BEYLERBEYI is loading at Kandla Port since 20th April 2022. And 52,500 MT of wheat vessel IRENE is loading at Kandla Port since 23rd April 2022. And 60,000 MT of wheat vessel PROPEL GRACE is loading at Kandla Port since 19th April 2022.

International Market Update:

CBOT wheat futures rose 0.5% to \$10.80 per bushel. An estimated 91% of the French soft wheat crop was in good or excellent condition in the week ending on April 18, which is down from 92% the previous week but above the 85% at the same point last year.

China has suspended sales of wheat from its reserves and has not released any auction results. This has further worsened the prices of grains which have hit record highs due to tight supplies. Currently the domestic demand in China is not strong and inventories are not plentiful as well.

Taiwan purchased an estimated 47,120 MT of milling wheat to be sourced from the United States in a tender which closed on 21st April 2022. The wheat was bought in one consignment comprising various wheat types for shipment from the U.S. Pacific Northwest coast between June 7 and June 21.

It is expected that Russia will be able to increase exports in the 2022-23 due to high carry-over stocks, record crop forecast and the expiry of a state export quota. Currently Russian exporters are resolving issues with payments and logistics.

Argentina's wheat production could fall by 25% in central producing region during the 2022-23 season, due to dry weather and creeping costs. The wheat output in the central farming region would decline by 2 MMT, from 7.8 MMT produced during the 2021-2022 season, as planting is seen down by 10% and use of fertilizers down 20%. 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.

Weather Outlook: Heat wave conditions very likely to prevail in isolated pockets over Gujarat state & Odisha during next 5 days; north Coastal Andhra Pradesh & Sub- Himalayan West Bengal during 25th-27th; West Rajasthan & Madhya Maharashtra during 26th-29th; Bihar, Jharkhand, Gangetic West Bengal during 25th- 28th and Punjab, south Haryana-Delhi, East Rajasthan, south Uttar Pradesh, Madhya Pradesh and Vidarbha during 27th-29th April, 2022.

Wheat Daily Prices and Arrivals

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			25-Apr-22	23-Apr-22	
Delhi	Lawrence Road	Mill Delivery	2300	2300	Unch
	Narella	Mill Quality Loose	2160	2200	-40
	Nazafgarh	Mill Quality Loose	2200	2150	50
Gujarat	Rajkot	Mill Delivery	2375	2370	5
	Ahmedabad	Mill Delivery	2430	2420	10
	Surat	Mill Delivery	2470	2460	10
	Dhrol	Mill Quality Loose	2505	2360	145
M.P.	Indore	Mill Delivery	2300	2250	50
	Bhopal	Mill Quality Loose	2050	2075	-25
Rajasthan	Kota	Mill Quality Loose	2200	2250	-50
		Mill Delivery	2350	2400	-50
U.P.	Kanpur	Mill Delivery	2170	2150	20
	Mathura	Mill Quality Loose	2160	2210	-50
	Kosi	Mill Quality Loose	2170	2170	Unch
	Hathras	Mill Quality Loose	2200	2200	Unch
	Aligarh	Mill Quality Loose	2150	2140	10
Punjab	Khanna	Mill Quality Loose	2025	2025	Unch
	Ludhiana (Jagraon)	Mill Delivery	2150	2125	25
Haryana	Sirsa	Mill Delivery loose	2070	2070	Unch
	Hodal	Mill Delivery	-	-	-
	Bhiwani	Mill Quality Loose	2100	2100	Unch
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	2030	2040	-10
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	2200	-100
	Muzaffarpur	Mill Delivery	2050	2200	-150
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	2460	2440	20
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	2470	2450	20

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			25-Apr-22	23-Apr-22	
Gujarat	Rajkot	Lokwan	2400	2400	Unch
M.P.	Indore	Lokwan	2450	2400	50
	Bhopal	Lokwan	2300	2400	-100
	Bina	Sarbati 306	-	-	-
	Sehore	Sarbati	3500	Closed	-
	Vidisha	Sarbati	3810	Closed	-
Rajasthan	Kota	LokwanBilty	2400	2450	-50
	Baran	Lokwan	2500	2690	-190

Wheat Arrivals in Key Centres:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			25-Apr-22	23-Mar-22	
Delhi	Lawrence Road	Mill Delivery	6500	7000	-500
	-rella	Mill Quality Loose	7000	10000	-3000
	-zafgarh	Mill Quality Loose	1000	2000	-1000
Gujarat	Rajkot	Mill Quality Loose	3500	4000	-500
	Dhrol	Mill Quality Loose	236	125	111
M.P.	Indore	Mill Quality Loose	8000	5000	3000
Rajasthan	Kota	Mill Quality	35000	40000	-5000
U.P.	Kanpur	Mill Quality Loose	5500	5000	500
	Mathura	Mill Quality Loose	2000	1500	500
	Kosi	Mill Quality Loose	6000	9000	-3000
	Hathras	Mill Quality Loose	1000	2700	-1700
	Aligarh	Mill Quality Loose	5000	2000	3000
Punjab	Khan-	Mill Quality Loose	50000	50000	Unch
	(Ludhia-)Jagraon	Mill Quality Loose	1000	1000	Unch
Harya-	Sirsa	Mill Quality Loose	2000	5000	-3000
	Hodal	Mill Quality Loose	3000	2500	500
	Bhiwani	Mill Quality Loose	20000	1000	19000
	Kar-l	Mill Delivery	2500	1000	1500
	Panipat	Mill Quality Loose	1000	1500	-500

Wheat (CBOT) Future Price: 22.04.2022					
Contract Month	Open	High	Low	Close	Change
22-May	1070	1076	1052.5	1065.5	-2.5
22-Jul	1077.25	1085.5	1060.75	1075.25	-1.25
22-Sep	1075.25	1083	1059	1073.25	-2
22-Dec	1072.75	1079	1055.5	1069.75	-3
23-Mar	1064	1077	1055.5	1068.75	-3.25
23-May	1070	1070	1052	1063	-5

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