

**Wheat Domestic Fundamentals:**

**With the procurement on lower side, the government is planning to increase supply of rice instead of wheat for the Anna yojana.** It is expected that 75% of the wheat stocks is about to substitute by rice. For NFSA, PMGKAY and other welfare schemes, the government would require 32 MMT of wheat till April 2023.

**As per sources, Indian railway has brought new restrictions for wheat exports. The railways have restricted the number of rakes for wheat to 279 for the month of May 2022 to port destinations.** This can be done in view of providing better transportation for coal supply to prevent energy shortage or it can be an unofficial way to restrict wheat exports which is creating concern for domestic stocks.

**Currently around 22 vessels in Kandla, 2 vessels in Mundra and 1 vessel in Vishakhapatnam is loading for wheat exports. 1 vessel loading from Kakinada Port is also expected in coming days.** The movement of stocks through road and rake is good, though with current coal shortage most of the rakes are shifting to coal supply. And due to political instability with Pakistan, export to Afghanistan has been suspended.

**Wheat arrivals has decreased below 50000 MT in Punjab. On 1st May, 0.47 LMT of wheat was arrived adding total arrivals at 98.63 LMT.** The low arrivals are indicating that wheat procurement is closing towards an end. Out of total arrivals, around 99.87% of the crop has been procured while the lifting has improved to 74.38 LMT.

**As on May 1st, wheat procurement stood at 161.95 LMT which is down from 288.42 LMT procured during previous year.** The procurement in Punjab stood at 89.11 LMT against 112.12 LMT the previous year. It is unlikely that the procurement in Punjab would cross 100 LMT as the daily procurement has reached below 0.50 LMT mark.

**In the benchmark market of Indore, the sentiments were steady to weak and most of the mandis were closed due to Eid festival.**

**As per trade sources, 57,500 MT of wheat vessel DARYA HEERA is loading at Kandla Port since 29<sup>th</sup> April 2022. And 52,500 MT of wheat vessel EMMANUEL C is loading at Kandla Port since 29<sup>th</sup> April 2022. And 55,600 MT of wheat vessel INCE AKDENIZ is loading at Kandla Port since 01<sup>st</sup> May 2022.**

**International Market Update:**

**CBOT wheat futures rose after U.S. winter crop ratings fell below expectations and hot weather is creating alarming condition for India's production prospects, raising concerns over world supplies.** The most-active wheat contract on CBOT gained 0.5% to \$10.60 per bushel. USDA has rated 27% of the U.S. winter wheat crop in good to excellent condition, unchanged from the previous week and the lowest for this time of year since 1996.

**South Korea has issued a tender to purchase about 50,000 tonnes of milling wheat which is to be sourced from the United States.** The deadline for submission of price offers in the tender is May 4th. The tender seeks a range of different wheat types for shipment between June 16 and July 15.

**Turkey is believed to have cancelled all their purchase after provisionally buying 480,000 MT of wheat in tenders on April 29th.** The reason cited for cancelling the tender is said to be expensive pricing.

**In Russia, there is good moisture content in soil which is expected to help the crop for coming spring season. The winter crop is also in good condition.**

**The European Union is expected to export 40 MMT of wheat in the upcoming season. Carryover stocks is also expected to be higher.** Also, 92 percent of the French wheat crop is rated good to excellent and only one percent is rated as poor.

**Australia's exports from December through February have increased by 27% year on year compared to 91 percent increase for Argentina.** Logistic issues are hampering trade from Australia. Buyers like Japan have agreed to accept much later shipments of Australian wheat because they know they can't get what they need right now.

**In Pakistan, wheat procurement across the country was in full swing as 74.42% procurement has been done for the current season.** For crop season 2021-22, over 5.134 MMT of wheat has been procured so far as against the set target of 6.900 MM in order to maintain strategic reserves of the country as well as keeping the demand and supply smooth in local market.

**Weather Outlook:** Fairly widespread/widespread light/moderate rainfall very likely over Northeast India & West Bengal-Sikkim during next 5 days with isolated thunderstorm/lightning/gusty winds (speed reaching 40-50 kmph) over the region during next 2 days. Isolated heavy rainfall very likely over Assam-Meghalaya & Nagaland-Manipur-Mizoram-Tripura on 03rd & 04th May. Isolated very heavy rainfall also likely over Tripura on 03rd May.

Wheat Daily Prices and Arrivals

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			04-May-22	03-May-22	
Delhi	Lawrence Road	Mill Delivery	2260	2280	-20
	Narella	Mill Quality Loose	2200	2225	-25
	Nazafgarh	Mill Quality Loose	2200	2200	Unch
Gujarat	Rajkot	Mill Delivery	2400	2400	Unch
	Ahmedabad	Mill Delivery	2410	2400	10
	Surat	Mill Delivery	2450	2450	Unch
	Dhrol	Mill Quality Loose	Closed	2755	-
M.P.	Indore	Mill Delivery	Closed	2300	-
	Bhopal	Mill Quality Loose	Closed	2000	-
Rajasthan	Kota	Mill Quality Loose	Closed	2250	-
		Mill Delivery	Closed	2390	-
U.P.	Kanpur	Mill Delivery	Closed	2175	-
	Mathura	Mill Quality Loose	2160	2160	Unch
	Kosi	Mill Quality Loose	2150	2200	-50
	Hathras	Mill Quality Loose	2200	2200	Unch
	Aligarh	Mill Quality Loose	2080	2120	-40
Punjab	Khanna	Mill Quality Loose	2025	2060	-35
	Ludhiana (Jagraon)	Mill Delivery	2150	2150	Unch
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	2030	2030	Unch
Tamil Nadu	Chennai	Mill Quality	Closed	2500	-
	Madurai	Mill Quality	Closed	2557	-
	Coimbatore	Mill Quality	Closed	2557	-
Bihar	Khagariya	Mill Delivery	2200	2200	Unch
	Muzaffarpur	Mill Delivery	2100	2100	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	2450	2470	-20
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	2460	2480	-20

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			04-May-22	03-May-22	
<b>Gujarat</b>	Rajkot	Lokwan	2500	2500	Unch
<b>M.P.</b>	Indore	Lokwan	Closed	2400	-
	Bhopal	Lokwan	Closed	2400	-
	Bina	Sarbati 306	-	-	-
	Sehore	Sarbati	Closed	3500	-
	Vidisha	Sarbati	Closed	4000	-
<b>Rajasthan</b>	Kota	LokwanBilty	Closed	2450	-
	Baran	Lokwan	Closed	Closed	-

## Wheat Arrivals in Key Centres:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			04-May-22	03-May-22	
<b>Delhi</b>	Lawrence Road	Mill Delivery	3000	6000	-3000
	-rella	Mill Quality Loose	6000	5000	1000
	-zafgarh	Mill Quality Loose	500	400	100
<b>Gujarat</b>	Rajkot	Mill Quality Loose	1700	2700	-1000
	Dhrol	Mill Quality Loose	Closed	185	-
<b>M.P.</b>	Indore	Mill Quality Loose	Closed	5000	-
<b>Rajasthan</b>	Kota	Mill Quality	Closed	25000	-
<b>U.P.</b>	Kanpur	Mill Quality Loose	Closed	3000	-
	Mathura	Mill Quality Loose	1000	1000	Unch
	Kosi	Mill Quality Loose	5000	6400	-1400
	Hathras	Mill Quality Loose	500	1300	-800
	Aligarh	Mill Quality Loose	2000	9000	-7000
<b>Punjab</b>	Khan-	Mill Quality Loose	10000	5000	5000
	(Ludhia-)Jagraon	Mill Quality Loose	200	100	100
<b>Harya-</b>	Sirsa	Mill Quality Loose	2500	3000	-500
	Hodal	Mill Quality Loose	500	500	Unch
	Bhiwani	Mill Quality Loose	20000	30000	-10000
	Kar-l	Mill Delivery	2000	3000	-1000
	Panipat	Mill Quality Loose	1500	1500	Unch

Wheat (CBOT) Future Price: 02.05.2022					
Contract Month	Open	High	Low	Close	Change
22-May	1038	1050.25	1029.25	1043.5	-0.25
22-Jul	1049	1071.5	1034.25	1055.5	-0.25
22-Sep	1055	1073	1037.25	1058.25	Unch
22-Dec	1056	1073.5	1037.75	1060	1.75
23-Mar	1055	1072.5	1039.75	1060.75	3.25
23-May	1048	1064.75	1034	1053.75	3

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