

**Wheat Domestic Fundamentals:**

**Firm sentiments were seen in benchmark markets of Kanpur and Indore. In Indore, the prices rose by 0.22% while in Kanpur the prices were up by 1.14%.**

**Wheat procurement in Punjab by private players has crossed 6% which is all time high. Till now, around 101.50 LMT of wheat has been procured and 5.98 LMT of wheat has been procured by private players. The private players are paying the wheat for Rs. 2150 per quintal. In Malwa region, the wheat procurement by private players stood at 71% of the total crop purchased by the traders.**

**If the government restricts wheat exports, we can expect that neighboring countries like Bangladesh, Nepal and Sri Lanka will be the most impacted nation.**

**Wheat procurement in Haryana fell by nearly 50 per cent even. The wheat yield has been impacted due to early onset of summer and intense heatwave. The procurement is down to half of last year. So far, the agencies have procured 41 lakh MT against 85 lakh MT last year, while just over 4 lakh MT has been procured by private players after payment of market fee.**

**The Centre has announced that it would procure only 19.5 MMT of wheat in 2022-23, which is about 56 percent less than the target decided for this year. It was also announced that government procurement of wheat in Punjab would stop from May 5 due to lesser amount of wheat reaching the mandis or wholesale markets.**

**Government has changed the allocation of wheat and rice in PMGKAY. The wheat allocation has been reduced by 61%. In states of Bihar, Uttar Pradesh and Kerala, the wheat has been completely replaced by Rice. For the upcoming 5 months, around 3.55 MMT of wheat is expected to be allocated across various states against 10.92 MMT of wheat expected to be allocated for April-September.**

**Due to higher exports and lower production, wheat procurement is about to reduce by 19.5 MMT. This is way less than the procurement target of 44 MMT.**

**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:**

**Ukraine's 2022 wheat harvest is likely to be near to last year's level of more than 32 MMT. Ukraine sowed 6.5 million hectares of winter wheat for the 2022 harvest but as per sources some of the area couldn't be harvested due to Russian invasion.**

**Russia on May 6th has set the variable export tax on wheat at \$114.30/MT for the May 13th -17th period, down \$5.80 from the May 6th -12th previous period, the first reduction in the export tax since March 16th.**

**In Pakistan, the Punjab government has increased its wheat procurement target by another million tonnes from 3.5 MMT to 4.5 MMT and hopes to take its total stock close to 5 MMT, including 450,000 MT carryover.**

**World Bank is estimated that the wheat prices for the current year will increase by 40% which is hitting a record high. This is mainly due to global concern looming over wheat supply.**

**Russian wheat export prices fell last week due to higher domestic supply from farmers willing to free up storage before the new crop arrives in summer. Russia continues to export despite difficulties with logistics and payments caused by Western sanctions. Prices for wheat with 12.5% protein content for supply in May from Black Sea ports were down by \$10 to \$370 free on board (FOB) at the end of last week. Russia exported 780,000 tonnes of grains last week, compared with 590,000 tonnes a week earlier. This is the highest weekly amount of wheat exports since mid-February.**

**Weather Outlook: Heat Wave conditions very likely in isolated/some pockets over Rajasthan during 08th-12th; North Madhya Maharashtra on 08th & 09th; Vidarbha & West Madhya Pradesh during 09th-12th and over south Haryana-Delhi & south Punjab during 10th-12th May 2022. Fairly widespread to widespread light/moderate rainfall with thunderstorm/lightning/gusty winds very likely over Northeast India during next 5 days. Isolated heavy falls very likely over Arunachal Pradesh during 10th-12th and over Assam-Meghalaya & Mizoram-Tripura during 09th-12th May.**

Wheat Daily Prices and Arrivals

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			07-May-22	06-May-22	
Delhi	Lawrence Road	Mill Delivery	2300	2300	Unch
	Narella	Mill Quality Loose	2180	2180	Unch
	Nazafgarh	Mill Quality Loose	2180	2180	Unch
Gujarat	Rajkot	Mill Delivery	2450	2450	Unch
	Ahmedabad	Mill Delivery	2450	2440	10
	Surat	Mill Delivery	2500	2500	Unch
	Dhrol	Mill Quality Loose	2340	2410	-70
M.P.	Indore	Mill Delivery	2325	2320	5
	Bhopal	Mill Quality Loose	2080	2040	40
Rajasthan	Kota	Mill Quality Loose	2250	2200	50
		Mill Delivery	2350	2350	Unch
U.P.	Kanpur	Mill Delivery	2225	2200	25
	Mathura	Mill Quality Loose	2220	2240	-20
	Kosi	Mill Quality Loose	2240	2245	-5
	Hathras	Mill Quality Loose	2125	2120	5
	Aligarh	Mill Quality Loose	2100	2125	-25
Punjab	Khanna	Mill Quality Loose	2060	2050	10
	Ludhiana (Jagraon)	Mill Delivery	2150	2150	Unch
Haryana	Sirsa	Mill Delivery loose	2125	2125	Unch
	Hodal	Mill Delivery	-	-	-
	Bhiwani	Mill Quality Loose	2200	2200	Unch
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	2050	2050	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	2150	2150	Unch
	Muzaffarpur	Mill Delivery	2100	2100	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	2510	2500	10
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	2520	2510	10

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			07-May-22	06-May-22	
<b>Gujarat</b>	Rajkot	Lokwan	2500	2500	Unch
<b>M.P.</b>	Indore	Lokwan	2400	2400	Unch
	Bhopal	Lokwan	2400	2400	Unch
	Bina	Sarbati 306	-	-	-
	Sehore	Sarbati	3600	3500	100
	Vidisha	Sarbati	4000	3975	25
<b>Rajasthan</b>	Kota	LokwanBilty	2450	2400	50
	Baran	Lokwan	2550	2550	Unch

## Wheat Arrivals in Key Centres:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			07-May-22	06-May-22	
<b>Delhi</b>	Lawrence Road	Mill Delivery	6000	6000	Unch
	-rella	Mill Quality Loose	5000	5000	Unch
	-zafgarh	Mill Quality Loose	500	500	Unch
<b>Gujarat</b>	Rajkot	Mill Quality Loose	10500	1700	8800
	Dhrol	Mill Quality Loose	185	150	35
<b>M.P.</b>	Indore	Mill Quality Loose	4000	3000	1000
<b>Rajasthan</b>	Kota	Mill Quality	35000	40000	-5000
<b>U.P.</b>	Kanpur	Mill Quality Loose	3500	4000	-500
	Mathura	Mill Quality Loose	1200	1500	-300
	Kosi	Mill Quality Loose	2500	5000	-2500
	Hathras	Mill Quality Loose	500	900	-400
	Aligarh	Mill Quality Loose	300	500	-200
<b>Punjab</b>	Khan-	Mill Quality Loose	7000	10000	-3000
	(Ludhia-)Jagraon	Mill Quality Loose	50	50	Unch
<b>Harya-</b>	Sirsa	Mill Quality Loose	1000	1000	Unch
	Hodal	Mill Quality Loose	500	300	200
	Bhiwani	Mill Quality Loose	6000	5000	1000
	Kar-l	Mill Delivery	700	500	200
	Panipat	Mill Quality Loose	300	200	100

Wheat (CBOT) Future Price: 05.05.2022					
Contract Month	Open	High	Low	Close	Change
22-May	1098.5	1098.5	1097	1097	1
22-Jul	1102	1127.5	1087.75	1108.5	2
22-Sep	1103.5	1128.5	1089.25	1109.75	2.5
22-Dec	1102.5	1129.5	1090.5	1112.25	4.25
23-Mar	1105.5	1128	1091	1112.75	4.75
23-May	1087.25	1113.75	1083.5	1100.75	1.5

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