

Wheat Domestic Fundamentals:

As per sources, around 1.4 MMT of wheat has been exported in the month of April 2022. In April 2021, the exports were 0.24 MMT. It is also estimated that in the month of May the exports would cross 1.5 MMT.

Wheat prices rose drastically for the month of April. The wheat prices rose by 6.5% year on year due to lower output and huge buying by the private traders.

Turkey importers are buying 50,000 MT of durum wheat from India.

Government procurement stood at 18.5 MMT which is 15-year low procurement. The previous low was 11.8 MMT during 2007-08. Though it will be the first time when the fresh procurement will be less than 19 MMT which was available during the start of MY. We are expecting that the low procurement will create a major concern for the available domestic stocks and the prices are expected to trade firm in coming days.

As per DoCA, all-India average retail price of wheat flour was at Rs 32.78 per kg on May 7th. This is 9.15% higher than Rs. 30.03 per kg a year ago. The price on Saturday was the highest in Port Blair (Rs 59/ kg) and lowest (Rs 22/ kg) in West Bengal's Purulia. Inflation is running higher for items that are purchased frequently, which has a big impact on consumer expectations.

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.

As per trade sources, 57,000 MT of wheat vessel JAG RADHA is loading at Kandla Port since 10th May 2022. 47,000 MT of wheat vessel OCEAN FUTURE is loading at Kandla Port since 09th May 2022. And 55,500 MT of wheat vessel BULK CASTOR is loading at Kandla Port since 03rd May 2022. And 55,000 MT of wheat vessel MANA is loading at Kandla Port since 07th May 2022. And 36,600 MT of wheat vessel OMINIA is loading at Kandla Port since 06th May 2022.

International Market Update:

CBOT wheat futures traded in range bound as traders reacted the recent beneficial rains across the U.S. The benchmark CBOT July soft red winter wheat contract was unchanged at \$10.92 per bushel, while September wheat added 1 cent to \$10.96 per bushel. USDA noted improved U.S. winter wheat conditions due to recent rains, up 2 points to 29% good to excellent in the agency's previous week assessment, beating analysts' expectations.

As per USDA, in southwestern Kansas annual average rainfall was 12 inches. Much of southwest Kansas has gone nearly 300 days without an inch of precipitation. And 82% of Kansas winter wheat land was in drought, with 27% in "severe" or "exceptional" drought. Wheat was planted in 7.4 million acres for harvest this year, 1% more than the 2021 crop.

With the drought continuing in Iran, it is estimated that Iran will need to import at least 7 MMT of wheat to sustain as Iran is undergoing drought for the second consecutive year.

The indicative prices of Ukrainian wheat for new crop has increased last week to 325-350 per tonne FOB for wheat with 12.5 % protein and 320-345 USD per tonne FOB for wheat with 11.5% protein.

Pakistan has approved import of 3 MMT of wheat and decided to continue relief package for two more months – May and June 2022. The relief package will provide wheat flour at the subsidized rate of Pakistani rupee 800 for 20kg bag.

Wheat acreage in Australia is expected to fall in upcoming MY 2022-23 (October-September) due to rising input costs. Drop in wheat acreage may also lead to decline in output and exports. The reduction is due to a rise in fertilizer, diesel, and chemical prices. It is anticipated that wheat acreage to range around 12.6 million-12.9 million hectares. In MY 2021-22, Australia's wheat acreage was around 13.03 million hectares. The Australian Crop Forecasters has forecasted MY 2022-23 wheat acreage at 12.7 million hectares, down 4% on year from 13.3 million mt.

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.

Weather Outlook: Heat Wave at most places with severe heat wave conditions at isolated places likely over West Rajasthan during 12th to 14th and heat wave conditions at most places on 11th & 15th May, 2022. Heat Wave at isolated/at a few places likely over East Rajasthan & West Madhya Pradesh during 11th to 15th May, 2022. Heat Wave at isolated likely over north Madhya Maharashtra on 11th; over West Uttar Pradesh on 14th & 15th; south Haryana-Delhi, south Punjab during 12th-15th; East Madhya Pradesh & Vidarbha during 13th to 15th May, 2022.

Wheat Daily Prices and Arrivals

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			11-May-22	10-May-22	
Delhi	Lawrence Road	Mill Delivery	2300	2300	Unch
	Narella	Mill Quality Loose	Closed	2200	-
	Nazafgarh	Mill Quality Loose	Closed	2200	-
Gujarat	Rajkot	Mill Delivery	2475	2460	15
	Ahmedabad	Mill Delivery	2520	2500	20
	Surat	Mill Delivery	2560	2530	30
	Dhrol	Mill Quality Loose	2495	2340	155
M.P.	Indore	Mill Delivery	2315	2300	15
	Bhopal	Mill Quality Loose	2100	2100	Unch
Rajasthan	Kota	Mill Quality Loose	2200	2275	-75
		Mill Delivery	2350	2425	-75
U.P.	Kanpur	Mill Delivery	2200	2210	-10
	Mathura	Mill Quality Loose	2215	2210	5
	Kosi	Mill Quality Loose	2240	2290	-50
	Hathras	Mill Quality Loose	2160	2170	-10
	Aligarh	Mill Quality Loose	2170	2150	20
Punjab	Khanna	Mill Quality Loose	2125	2200	-75
	Ludhiana (Jagraon)	Mill Delivery	2230	2150	80
Haryana	Sirsa	Mill Delivery loose	2125	2125	Unch
	Hodal	Mill Delivery	-	-	-
	Bhiwani	Mill Quality Loose	2250	2200	50
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	2100	2050	50
Tamil Nadu	Chennai	Mill Quality	2600	2500	100
	Madurai	Mill Quality	2657	2557	100
	Coimbatore	Mill Quality	2657	2557	100
Bihar	Khagariya	Mill Delivery	2200	2150	50
	Muzaffarpur	Mill Delivery	2150	2125	25
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	2550	2550	Unch
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	2560	2560	Unch

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			11-May-22	10-May-22	
Gujarat	Rajkot	Lokwan	2600	2600	Unch
M.P.	Indore	Lokwan	2350	2350	Unch
	Bhopal	Lokwan	2400	2400	Unch
	Bina	Sarbati 306	-	-	-
	Sehore	Sarbati	3500	3500	Unch
	Vidisha	Sarbati	3800	3790	10
Rajasthan	Kota	LokwanBilty	2400	2475	-75
	Baran	Lokwan	2550	2550	Unch

Wheat Arrivals in Key Centres:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			11-May-22	10-May-22	
Delhi	Lawrence Road	Mill Delivery	7000	10000	-3000
	-rella	Mill Quality Loose	Closed	5000	-
	-zafgarh	Mill Quality Loose	Closed	500	-
Gujarat	Rajkot	Mill Quality Loose	1600	1500	100
	Dhrol	Mill Quality Loose	189	400	-211
M.P.	Indore	Mill Quality Loose	4000	5000	-1000
Rajasthan	Kota	Mill Quality	35000	30000	5000
U.P.	Kanpur	Mill Quality Loose	4000	5000	-1000
	Mathura	Mill Quality Loose	1500	1500	Unch
	Kosi	Mill Quality Loose	4000	2000	2000
	Hathras	Mill Quality Loose	1100	1250	-150
	Aligarh	Mill Quality Loose	600	500	100
Punjab	Khan-	Mill Quality Loose	6000	2500	3500
	(Ludhia-)Jagraon	Mill Quality Loose	50	100	-50
Harya-	Sirsa	Mill Quality Loose	2000	2000	Unch
	Hodal	Mill Quality Loose	500	500	Unch
	Bhiwani	Mill Quality Loose	3000	5000	-2000
	Kar-l	Mill Delivery	100	500	-400
	Panipat	Mill Quality Loose	50	500	-450

Wheat (CBOT) Future Price: 10.05.2022					
Contract Month	Open	High	Low	Close	Change
22-May	1096.75	1098.5	1083.25	1083.25	Unch
22-Jul	1090.25	1107	1083	1092.75	Unch
22-Sep	1094	1110	1086.75	1096.5	1
22-Dec	1098.75	1114.5	1091.75	1102	1.5
23-Mar	1099	1115.25	1094.25	1104.5	1.75
23-May	1086	1101.25	1083.75	1094.75	4

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