

**Wheat Domestic Fundamentals:**

**As per ministry of commerce, The Centre will send trade delegations to Morocco, Tunisia, Indonesia, the Philippines, Thailand, Vietnam, Turkey, Algeria and Lebanon for exploring possibilities of boosting wheat exports from India. This is expected to create new markets for Indian wheat. Though Indonesia is one of the importers on Indian wheat, it generally imports wheat from Ukraine during the July month.**

**As on May 10th, wheat procurement stood at 178.01 Lakh MT (LMT) which is down by 47.92% from 341.72 LMT procured during previous year. The procurement in Punjab stood at 94.69 LMT. It is unlikely that the procurement in Punjab would cross 100 LMT.**

**We estimate production in Punjab to be 15.79 MMT and considering the procurement by government and private traders, we expect that farmers are still holding 30-35% stocks in anticipation of further increase in prices. Normally, the farmer retention in wheat varies between 10-15%. We anticipate that government may impose stock limit in order to stabilize the market price and bring the wheat stocks into domestic market. And this could weaken the prices.**

**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.**

**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.**

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

**International Market Update:**

**As per Rosario grain exchange, Argentina's wheat production is expected to fall due to expected dry weather. The Exchange said it projects wheat production to decline to 19 million tonnes, down from a record 22.1 million tonnes in 2021-22, as a La Niña weather pattern is expected to reduce rainfall in the coming months.**

**FranceAgriMer has lowered its forecast of French soft wheat exports this season. In its May supply and demand outlook for cereal crops, it cut its projection of soft wheat exports outside the European Union in the 2021-22 season to 9.25 MMT from 9.5 MMT estimated in April. It also trimmed its forecast of 2021-22 French soft wheat exports within the 27-member EU, to 8.0 MMT from 8.1 MMT.**

**Algeria is believed to have purchased a total of around 450,000 MT of optional-origin milling wheat in an international tender this week. The purchase was said to have been made at around \$466 per tonne CNF.**

**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.**

**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
			12-May-22	11-May-22	
Delhi	Lawrence Road	Mill Delivery	2330	2300	30
	Narella	Mill Quality Loose	2170	Closed	-
	Nazafgarh	Mill Quality Loose	2180	Closed	-
Gujarat	Rajkot	Mill Delivery	2475	2475	Unch
	Ahmedabad	Mill Delivery	2515	2520	-5
	Surat	Mill Delivery	2540	2560	-20
	Dhrol	Mill Quality Loose	2460	2495	-35
M.P.	Indore	Mill Delivery	2300	2315	-15
	Bhopal	Mill Quality Loose	2100	2100	Unch
Rajasthan	Kota	Mill Quality Loose	2200	2200	Unch
		Mill Delivery	2350	2350	Unch
U.P.	Kanpur	Mill Delivery	2200	2200	Unch
	Mathura	Mill Quality Loose	2200	2215	-15
	Kosi	Mill Quality Loose	2175	2240	-65
	Hathras	Mill Quality Loose	2180	2160	20
	Aligarh	Mill Quality Loose	2150	2170	-20
Punjab	Khanna	Mill Quality Loose	2110	2125	-15
	Ludhiana (Jagraon)	Mill Delivery	2230	2230	Unch
Haryana	Sirsa	Mill Delivery loose	2125	2125	Unch
	Hodal	Mill Delivery	-	-	-
	Bhiwani	Mill Quality Loose	2300	2250	50
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	2100	-
Tamil Nadu	Chennai	Mill Quality	2600	2600	Unch
	Madurai	Mill Quality	2657	2657	Unch
	Coimbatore	Mill Quality	2657	2657	Unch
Bihar	Khagariya	Mill Delivery	2200	2200	Unch
	Muzaffarpur	Mill Delivery	2150	2150	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	2560	2550	10
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	2570	2560	10

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			12-May-22	11-May-22	
<b>Gujarat</b>	Rajkot	Lokwan	2600	2600	<b>Unch</b>
<b>M.P.</b>	Indore	Lokwan	2400	2350	<b>50</b>
	Bhopal	Lokwan	2400	2400	<b>Unch</b>
	Bina	Sarbati 306	-	-	-
	Sehore	Sarbati	3500	3500	<b>Unch</b>
	Vidisha	Sarbati	3500	3800	<b>-300</b>
<b>Rajasthan</b>	Kota	LokwanBilty	2400	2400	<b>Unch</b>
	Baran	Lokwan	2450	2550	<b>-100</b>

**Wheat Arrivals in Key Centres:**

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			12-May-22	11-May-22	
<b>Delhi</b>	Lawrence Road	Mill Delivery	5000	7000	<b>-2000</b>
	-rella	Mill Quality Loose	4000	Closed	-
	-zafgarh	Mill Quality Loose	500	Closed	-
<b>Gujarat</b>	Rajkot	Mill Quality Loose	1400	1600	<b>-200</b>
	Dhrol	Mill Quality Loose	87	189	<b>-102</b>
<b>M.P.</b>	Indore	Mill Quality Loose	7000	4000	<b>3000</b>
<b>Rajasthan</b>	Kota	Mill Quality	30000	35000	<b>-5000</b>
<b>U.P.</b>	Kanpur	Mill Quality Loose	4000	4000	<b>Unch</b>
	Mathura	Mill Quality Loose	1500	1500	<b>Unch</b>
	Kosi	Mill Quality Loose	4500	4000	<b>500</b>
	Hathras	Mill Quality Loose	800	1100	<b>-300</b>
	Aligarh	Mill Quality Loose	700	600	<b>100</b>
<b>Punjab</b>	Khan-	Mill Quality Loose	7000	6000	<b>1000</b>
	(Ludhia-)Jagraon	Mill Quality Loose	50	50	<b>Unch</b>
<b>Harya-</b>	Sirsa	Mill Quality Loose	2000	2000	<b>Unch</b>
	Hodal	Mill Quality Loose	300	500	<b>-200</b>
	Bhiwani	Mill Quality Loose	2000	3000	<b>-1000</b>
	Kar-l	Mill Delivery	-	100	-
	Panipat	Mill Quality Loose	-	50	-

Wheat (CBOT) Future Price: 11.05.2022					
Contract Month	Open	High	Low	Close	Change
22-May	1109.25	1115	1100	1108.75	25.5
22-Jul	1094.75	1126.5	1094.25	1113	20.25
22-Sep	1097.25	1129.75	1097.25	1117.25	20.75
22-Dec	1102	1134.5	1102	1122.5	20.5
23-Mar	1106.5	1134.75	1106.5	1124.25	19.75
23-May	1101.25	1122.25	1096	1112	17.25

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