

Wheat Domestic Fundamentals:

Procurement in Haryana still remains low even after the extension of the procurement. As per sources, 42.77 LMT of wheat has been procured against 84.93 LMT procured last year. As of now only 48% of the targeted quantity has been achieved by the government.

Due to intense heatwave, a whopping 25 per cent less wheat yield was recorded in Ludhiana district this procurement season. From 9.21 LMT grains purchased last Rabi season, the wheat procurement dipped drastically to 6.91 LMT during the current season.

State agencies in Punjab is demanding storage waiver from FCI this year as majority of the wheat procured this year are shriveled and broken and it is less likely to gain moisture.

India's wheat production in the 3rd advance estimate has been reduced to 106.41 MMT from previous estimate of 111 MMT. The reduction in production is due to yield losses reported in many Northern states.

As per reports, India has exported wheat worth \$ 177 Million in the month of March and \$473 worth wheat in April month. India has been largely benefitted from export ban of Ukraine, Belarus, Turkey, Egypt, Kazakhstan and Kuwait.

In Punjab, the retention by the farmers for wheat remains on larger side. Around 12-15 MMT of wheat is yet to arrive to the market. Farmers are holding in view that the prices may increase further in coming days.

International Market Update:

CBOT U.S. wheat futures gained being supported by a slower pace of spring wheat planting and fears over yield for the winter crop in the United States. The most-active wheat contract on the CBOT was up by 0.21% at \$11.92 per bushel.

As of last week, with the winter crop being harvested, the yield reduction is expected to be around 50% on the western part of the country. In Oklahoma, despite recent rains, around 65% of the state remains in the moderate drought to exceptional drought category, and heat conditions have also been rated poor to very poor for 47% of the state. The weather predictions also show no end in sight for the extreme drought conditions with one-week to three-month outlooks showing little hope for above average amounts of rainfall. High temperatures are also anticipated over the next two months.

Canada's wheat exports fell by 44% week on week to 186,600 MT against 334,600 MT. The exports remain lower on year on year. Canada has shipped 9 MMT of common wheat, which is nearly 44% lower from a year earlier. Canada's durum wheat exports in the week ended May 1 rose to 10% to 47,300 MT from 43,200 MT the previous week. Durum wheat exports over August 1, 2021-May 15, 2022, totaled 2 MMT, falling nearly 61% on the year.

Saudi Arabia has procured 89,290 MT of wheat from local farmers so far on the ongoing wheat procurement season.

Argentina is planning to limit the wheat exports to 12.5 MMT for the 2021-22 MY. The wheat exports have reached 11.2 MMT in 2020-21 MY.

European wheat fell in a correction move and profit taking after a two-week rally on concerns about global supply. Benchmark September milling wheat on Paris-based Euronext closed down 5.50 euros or 1.25% at 432.75 euros (\$453.57) per tonne. The contract had gained nearly 50 euros/tonne or more than 12% in just two weeks

As per sources, Russia may export 39 MMT of wheat in the 2022-23 season, which starts on July 1. In the current season, it is expected that the exports will be at 32.0-32.5 MMT.

Weather Outlook: Fairly widespread to widespread light/moderate rainfall with isolated thunderstorm/lightning/gusty winds very likely over Jammu & Kashmir, Himachal Pradesh and Uttarakhand; isolated rainfall activity over Punjab, Haryana, Uttar Pradesh, Rajasthan, north Madhya Pradesh today and reduction from tomorrow. Scattered to fairly widespread light/moderate rainfall with isolated thunderstorm/lightning/gusty winds very likely over Bihar, Jharkhand, Odisha and West Bengal & Sikkim during next 3 days and over Northeast India during next 5 days.

Wheat Daily Prices and Arrivals

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			24-May-22	23-May-22	
Delhi	Lawrence Road	Mill Delivery	2285	2285	Unch
	Narella	Mill Quality Loose	2130	2130	Unch
	Nazafgarh	Mill Quality Loose	2115	2115	Unch
Gujarat	Rajkot	Mill Delivery	2170	2175	-5
	Ahmedabad	Mill Delivery	2300	2300	Unch
	Surat	Mill Delivery	2350	2350	Unch
	Dhrol	Mill Quality Loose	2200	2225	-25
M.P.	Indore	Mill Delivery	2200	2200	Unch
	Bhopal	Mill Quality Loose	2000	2000	Unch
Rajasthan	Kota	Mill Quality Loose	2060	2075	-15
		Mill Delivery	2210	2225	-15
U.P.	Kanpur	Mill Delivery	2125	2100	25
	Mathura	Mill Quality Loose	2125	2180	-55
	Kosi	Mill Quality Loose	2150	2200	-50
	Hathras	Mill Quality Loose	2200	2200	Unch
	Aligarh	Mill Quality Loose	2100	2125	-25
Punjab	Khanna	Mill Quality Loose	2105	2100	5
	Ludhiana (Jagraon)	Mill Delivery	2200	2200	Unch
Haryana	Sirsa	Mill Delivery loose	2015	2015	Unch
	Hodal	Mill Delivery	-	-	-
	Bhiwani	Mill Quality Loose	2100	2100	Unch
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-
Tamil Nadu	Chennai	Mill Quality	2500	2450	50
	Madurai	Mill Quality	2557	2507	50
	Coimbatore	Mill Quality	2557	2507	50
Bihar	Khagariya	Mill Delivery	2250	2200	50
	Muzaffarpur	Mill Delivery	2100	2080	20
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	-	-	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	-	-	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			24-May-22	23-May-22	
Gujarat	Rajkot	Lokwan	2300	2250	50
M.P.	Indore	Lokwan	2450	2450	Unch
	Bhopal	Lokwan	2350	2350	Unch
	Bina	Sarbati 306	-	-	-
	Sehore	Sarbati	4000	4000	Unch
	Vidisha	Sarbati	4000	4000	Unch
Rajasthan	Kota	LokwanBilty	2260	2275	-15
	Baran	Lokwan	2450	2350	100

Wheat Arrivals in Key Centres:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			24-May-22	23-May-22	
Delhi	Lawrence Road	Mill Delivery	7000	6500	500
	-rella	Mill Quality Loose	100	2000	-1900
	-zafgarh	Mill Quality Loose	20	300	-280
Gujarat	Rajkot	Mill Quality Loose	1700	1800	-100
	Dhrol	Mill Quality Loose	58	60	-2
M.P.	Indore	Mill Quality Loose	6000	5000	1000
Rajasthan	Kota	Mill Quality	10000	20000	-10000
U.P.	Kanpur	Mill Quality Loose	3000	3000	Unch
	Mathura	Mill Quality Loose	2000	1000	1000
	Kosi	Mill Quality Loose	3000	2500	500
	Hathras	Mill Quality Loose	700	750	-50
	Aligarh	Mill Quality Loose	500	300	200
Punjab	Khan-	Mill Quality Loose	4000	5000	-1000
	(Ludhia-)Jagraon	Mill Quality Loose	-	-	-
Harya-	Sirsa	Mill Quality Loose	1000	500	500
	Hodal	Mill Quality Loose	60	200	-140
	Bhiwani	Mill Quality Loose	100	300	-200
	Kar-l	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-

Wheat (CBOT) Future Price: 23.05.2022					
Contract Month	Open	High	Low	Close	Change
22-May	1181.75	1196.75	1174.75	1190	21.25
22-Jul	1188.75	1202.5	1180.75	1197.5	23
22-Sep	1192.75	1207.5	1185.5	1203.75	24.5
22-Dec	1193.75	1208.25	1186.25	1205	25
23-Mar	1178	1193.75	1177.5	1191	25
23-May	1124.25	1133.75	1115.25	1130.5	25.5

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