

Wheat Domestic Fundamentals:

Around 12 rakes carrying 2400 MT of wheat in total of 504 wagons which was headed towards Bangladesh has been stranded for several days following export ban.

India is likely to ship out around 1.2 MMT of wheat as it seeks to clear cargoes which is stuck at ports since last month's sudden ban of exports of the grain. Following the export ban, India has allowed wheat shipments of 469,202 MT, but at least 1.7 MMT are still lying at ports, raising quality concerns due to looming monsoon rains.

As per sources, Bangladesh dependence on Indian wheat has increased and it is likely that it will need to import at least 6.2 MMT of wheat from India.

Currently, wheat flour exports may have jumped at least 7-8 times since the wheat export ban was imposed. Usually, the monthly exports at this time of the year are about 6,000-8,000 MT but since the ban, the exports could be at least 60,000-70,000 MT.

Around 56,000 MT of Indian durum wheat consignment which was turned down by Egypt and Turkey, is currently berthed at an Israeli port as it awaits news of a final destination. As per sources, the wheat shipment was turned down by Turkey because the wheat's protein content was below 13-14%.

Currently, hundreds of trucks were laid with around 4 LMT of wheat which is meant for export to Bangladesh have been stuck at land ports in Bengal for at least three weeks as customs authorities are allegedly refusing their onward journey. The exporters are worried further delay in the transportation of the wheat will cause them losses of crores of rupees as the grain will start rotting because of rains.

Fodder prices have increased drastically in Rajasthan which was earlier prices at INR 200 per quintal which went as high as INR 1000 per quintal. The increase in fodder prices is due to lower acreage of wheat majority of which has been shifted to mustard.

International Market Update:

CBOT wheat rose for a second session due to lack of progress in talks to resume Ukrainian exports renewed concerns over world grain supplies, underpinning prices. The most-active wheat contract on the CBOT rose 0.4% to \$10.79 per bushel.

As per ABARES, wheat production is forecast to increase 22% above 10-year averages to reach 30.3 MMT and production is forecast to reach 10.9 MMT, both the fourth largest on record.

As per Strategie Grains, EU wheat production likely to be less by almost 5% this year compared with last year. It is forecast to produce 278.8 MMT of all grains in the 2022-2023 growing season which is down by more than 4% from last year, because of the dry weather.

Kazakhstan is planning to extend the quota for the export of wheat and flour until September 1, 2022. Currently set quota of 1 MMT for the export of wheat and 300,000 MT of flour expires on June 15, 2022.

Jordan has issued an international tender to buy 120,000 MT of milling wheat which can be sourced from optional origins. The deadline for submission of price offers in the tender is said to be June 14. Possible shipment combinations are in the full month of September and the full month of October.

China has gathered 55% of its winter wheat crop as of June 6, passing the 50% mark two days earlier than last year. While the major uncertainty in global wheat supply is how much grain will eventually be shipped from Ukraine, a decent harvest in China will at least alleviate another risk.

Canada's common wheat exports fell by 45.3% week on week basis to 168,900 MT in the week to May 29, compared to 308,500 MT in the previous week. Canada's durum wheat exports in the week ended May 29 stood at 30,800 MT, which is down by 74.1% from 118,700 MT in the previous week. Durum wheat exports over August 1st 2021 to May 29th 2022 totaled at 2.1 MMT, down 60% on the year. In MY 2020-21, Canada exported a total 26.4 million mt of wheat, however, exports have remained weak to date in MY 2021-22 due to poor output and a lack of exportable surplus.

Weather Outlook: Widespread light/moderate rainfall with isolated heavy to very heavy rainfall very likely over Arunachal Pradesh and Assam & Meghalaya during next 5 days; Sub-Himalayan West Bengal & Sikkim during 08th-11th and over Nagaland, Manipur, Mizoram & Tripura during 09th-11th June. Isolated extremely heavy rainfall also likely over Assam & Meghalaya during 09th-11th June, 2022.

Wheat Daily Prices and Arrivals

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			09-Jun-22	08-Jun-22	
Delhi	Lawrence Road	Mill Delivery	2270	2270	Unch
	Narella	Mill Quality Loose	2125	Closed	-
	Nazafgarh	Mill Quality Loose	2100	Closed	-
Gujarat	Rajkot	Mill Delivery	2175	2150	25
	Ahmedabad	Mill Delivery	2315	2275	40
	Surat	Mill Delivery	2360	2340	20
	Dhrol	Mill Quality Loose	2315	2280	35
M.P.	Indore	Mill Delivery	2200	2190	10
	Bhopal	Mill Quality Loose	2025	2020	5
Rajasthan	Kota	Mill Quality Loose	2050	2035	15
		Mill Delivery	2200	2200	Unch
U.P.	Kanpur	Mill Delivery	2125	2120	5
	Mathura	Mill Quality Loose	2080	2110	-30
	Kosi	Mill Quality Loose	2060	2095	-35
	Hathras	Mill Quality Loose	2100	2125	-25
	Aligarh	Mill Quality Loose	2080	2100	-20
Punjab	Khanna	Mill Quality Loose	2035	2030	5
	Ludhiana (Jagraon)	Mill Delivery	2200	2200	Unch
Haryana	Sirsa	Mill Delivery loose	2020	2020	Unch
	Hodal	Mill Delivery	-	-	-
	Bhiwani	Mill Quality Loose	1950	1930	20
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	2150	2150	Unch
Tamil Nadu	Chennai	Mill Quality	2450	2450	Unch
	Madurai	Mill Quality	2507	2507	Unch
	Coimbatore	Mill Quality	2507	2507	Unch
Bihar	Khagariya	Mill Delivery	2150	2150	Unch
	Muzaffarpur	Mill Delivery	2100	2100	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	-	-	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	-	-	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			09-Jun-22	08-Jun-22	
Gujarat	Rajkot	Lokwan	2300	2300	Unch
M.P.	Indore	Lokwan	2250	2200	50
	Bhopal	Lokwan	2250	2250	Unch
	Bina	Sarbati 306	-	-	-
	Sehore	Sarbati	Closed	3500	-
	Vidisha	Sarbati	Closed	3500	-
Rajasthan	Kota	LokwanBilty	2250	2235	15
	Baran	Lokwan	2400	2350	50

Wheat Arrivals in Key Centres:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			09-Jun-22	08-Jun-22	
Delhi	Lawrence Road	Mill Delivery	6000	6000	Unch
	-rella	Mill Quality Loose	1800	Closed	-
	-zafgarh	Mill Quality Loose	400	Closed	-
Gujarat	Rajkot	Mill Quality Loose	1200	1200	Unch
	Dhrol	Mill Quality Loose	80	50	30
M.P.	Indore	Mill Quality Loose	5000	7000	-2000
Rajasthan	Kota	Mill Quality	9000	8000	1000
U.P.	Kanpur	Mill Quality Loose	2000	2000	Unch
	Mathura	Mill Quality Loose	700	500	200
	Kosi	Mill Quality Loose	1000	800	200
	Hathras	Mill Quality Loose	400	370	30
	Aligarh	Mill Quality Loose	500	500	Unch
Punjab	Khan-	Mill Quality Loose	1000	2000	-1000
	(Ludhia-)Jagraon	Mill Quality Loose	-	-	-
Harya-	Sirsa	Mill Quality Loose	500	500	Unch
	Hodal	Mill Quality Loose	100	100	Unch
	Bhiwani	Mill Quality Loose	300	500	-200
	Kar-l	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-

Wheat (CBOT) Future Price: 08.06.2022					
Contract Month	Open	High	Low	Close	Change
22-Jul	1073	1089	1061.75	1074.75	3
22-Sep	1084.75	1101.75	1075.5	1088.25	3.75
22-Dec	1097.75	1114.25	1088.25	1101.75	5
23-Mar	1102.75	1124	1100	1113	6
23-May	1111.5	1126.5	1105	1118.5	6.5
23-Jul	1095	1110.25	1089.25	1102.75	7.75

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.asp> © 2022 Indian Agribusiness Systems Limited.