

Wheat Domestic Fundamentals:

In Kota Market, the loose wheat prices fell by Rs. 70 per quintal to Rs. 1980 per quintal. The arrivals have increased by 2000 quintals which has pressurized the prices.

As per USDA, India's Wheat exports has been cut down by 2 MMT to 6.5 million tonnes as compared to estimate made in May due to export restrictions made by government.

As per sources, Wheat stock in the central pool is forecasted to be around 14.1 MMT as of 01.04.2023 which is around two times the present stocking norms of 7.45 MMT after completing all requirements under all welfare schemes. The central pool stocks at the end of MY 2022-23 is expected to be low supporting the prices in long term.

As many as nine countries which includes Ethiopia, Indonesia, Bangladesh, Qatar, Oman, Yemen and Jordan have requested India to supply about 1 MMT of wheat in the wake of a ban on the wheat exports from May 13 but the entire demand is unlikely to be fulfilled. Ethiopia alone wants about 0.2 MT of wheat.

Wheat stock in the Central pool stood at 311.42 LMT on June 1st, which is the lowest since 2008 when the figure was 241.23 LMT. Wheat stock was at 602.91 LMT on June 1st last year. There is a sharp dip in the wheat stock this year but it is still higher than the government's buffer stock norms. As per these norms, the operational stock of wheat should be 44.60 LMT as on April 1; 245.80 LMT as on July 1; 175.20 LMT as on October 1; and 108 LMT as on January 1. In addition to this, a strategic reserve of 30 LMT is required to be maintained on all these four dates.

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.

International Market Update:

As per sources, Iraq to import 1.5 MMT of wheat from Australia and USA by this week. The imports was done due to production failure expected due to water shortage and prevailing drought scenario.

As per USDA report, Russia's export tends to increase by 1 MMT to 40 MMT. Due to corridor opening through black sea which helps in better transportation of Russian crop.

Morocco has turned to Brazil to maintain its stocks are well supplied due to wheat supply concern looming over Ukraine and Russia. Morocco's wheat imports from Brazil have reached 360,000 MT during the first four months of 2022, a 632% year-on-year increase. During the same period, almost half of Brazil's wheat exports went to Saudi Arabia, Morocco, Sudan, and Egypt, which grew fourfold. At the end of April, Brazil exported 2.3 MMT of wheat, up from 568,000 MT in the same period last year, up by 313% year-to-year.

The outlook for 2022-23 U.S. wheat this month is for increased supplies, unchanged domestic use and exports, and higher stocks. Supplies are raised on higher production with all wheat production projected at 1,737 million bushels, up by 8 million from last month.

As per Rosaria Grain exchange, planting area for the 2022-2023 wheat crop is lower than expected 6.2 mha due to drought, which reduced sowing of the crop by farmers. It is 700,000 ha smaller than the preceding season, which yielded a record harvest of 23 MMT of wheat. It is believed that this year's harvest will be closer to 18 MMT.

As per FranceAgriMer, French soft wheat exports to non-EU destinations in the 2021-22 season that ends on June 30 are now expected to be around 9.1 MMT, down from 9.25 MMT which was projected in May.

US wheat exports ended the 2021-22 MY at their lowest in 50 years, as the product remained uncompetitive with all key origins throughout the season. Wheat shipments from the US totaled at 18.67 MMT on 1st June 2021 to 31st May 2022 which is down from 26.99 MMT a year earlier and at their lowest since 1971-72, when they reached 16.31 MMT.

Weather Outlook: *Isolated heavy to very heavy rainfall very likely over Arunachal Pradesh, Assam & Meghalaya and Sub-Himalayan West Bengal & Sikkim during next 5 days and heavy rainfall over Nagaland and Manipur during 15th-17th June. Isolated extremely heavy rainfall also likely over Assam & Meghalaya during 13th-17th June and over Arunachal Pradesh during 15th and 16th June.*

Wheat Daily Prices and Arrivals

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			13-Jun-22	11-Jun-22	
Delhi	Lawrence Road	Mill Delivery	2275	2280	-5
	Narella	Mill Quality Loose	2100	2125	-25
	Nazafgarh	Mill Quality Loose	2100	2100	Unch
Gujarat	Rajkot	Mill Delivery	2200	Closed	-
	Ahmedabad	Mill Delivery	2360	Closed	-
	Surat	Mill Delivery	2400	Closed	-
	Dhrol	Mill Quality Loose	2390	Closed	-
M.P.	Indore	Mill Delivery	2230	2210	20
	Bhopal	Mill Quality Loose	2000	2025	-25
Rajasthan	Kota	Mill Quality Loose	1980	2050	-70
		Mill Delivery	2130	2200	-70
U.P.	Kanpur	Mill Delivery	2130	2125	5
	Mathura	Mill Quality Loose	2090	2085	5
	Kosi	Mill Quality Loose	2100	2090	10
	Hathras	Mill Quality Loose	2070	2100	-30
	Aligarh	Mill Quality Loose	2050	2080	-30
Punjab	Khanna	Mill Quality Loose	2025	2025	Unch
	Ludhiana (Jagraon)	Mill Delivery	2150	2200	-50
Haryana	Sirsa	Mill Delivery loose	2040	2020	20
	Hodal	Mill Delivery	-	-	-
	Bhiwani	Mill Quality Loose	2000	1950	50
	Karnal	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	2200	2150	50
Tamil Nadu	Chennai	Mill Quality	2450	2450	Unch
	Madurai	Mill Quality	2507	2507	Unch
	Coimbatore	Mill Quality	2507	2507	Unch
Bihar	Khagariya	Mill Delivery	2100	2050	50
	Muzaffarpur	Mill Delivery	2000	2000	Unch
FOR	Kandla (Rajasthan-Rajkot)	Mill Quality	-	Closed	-
	Gandhidham (Rajasthan-Rajkot)	Mill Quality	-	Closed	-

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			13-Jun-22	11-Jun-22	
Gujarat	Rajkot	Lokwan	2300	Closed	-
M.P.	Indore	Lokwan	2300	2300	Unch
	Bhopal	Lokwan	2225	2250	-25
	Bina	Sarbati 306	-	-	-
	Sehore	Sarbati	3600	Closed	-
	Vidisha	Sarbati	3300	Closed	-
Rajasthan	Kota	LokwanBilty	2230	2300	-70
	Baran	Lokwan	2250	2300	-50

Wheat Arrivals in Key Centres:

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
			13-Jun-22	11-Jun-22	
Delhi	Lawrence Road	Mill Delivery	5500	4000	1500
	Narella	Mill Quality Loose	1500	1700	-200
	Nazafgarh	Mill Quality Loose	200	400	-200
Gujarat	Rajkot	Mill Quality Loose	1100	Closed	-
	Dhrol	Mill Quality Loose	94	Closed	-
M.P.	Indore	Mill Quality Loose	5000	3000	2000
Rajasthan	Kota	Mill Quality	9000	7000	2000
U.P.	Kanpur	Mill Quality Loose	2000	2000	Unch
	Mathura	Mill Quality Loose	400	500	-100
	Kosi	Mill Quality Loose	1200	1500	-300
	Hathras	Mill Quality Loose	200	200	Unch
	Aligarh	Mill Quality Loose	500	300	200
Punjab	Khanna	Mill Quality Loose	1000	600	400
	(Ludhiana)Jagraon	Mill Quality Loose	-	-	-
Haryana	Sirsa	Mill Quality Loose	500	400	100
	Hodal	Mill Quality Loose	50	100	-50
	Bhiwani	Mill Quality Loose	600	500	100
	Kar-l	Mill Delivery	-	-	-
	Panipat	Mill Quality Loose	-	-	-

Wheat (CBOT) Future Price: 10.06.2022					
Contract Month	Open	High	Low	Close	Change
22-Jul	1081.25	1053	1070.75	1081.25	-0.5
22-Sep	1095	1066.75	1084.75	1095	Unch
22-Dec	1107.25	1078.75	1098	1107.25	0.75
23-Mar	1116	1088.75	1108	1116	1.25
23-May	1118.5	1093.25	1112	1118.5	0.75
23-Jul	1100	1073.75	1091.25	1100	-2

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