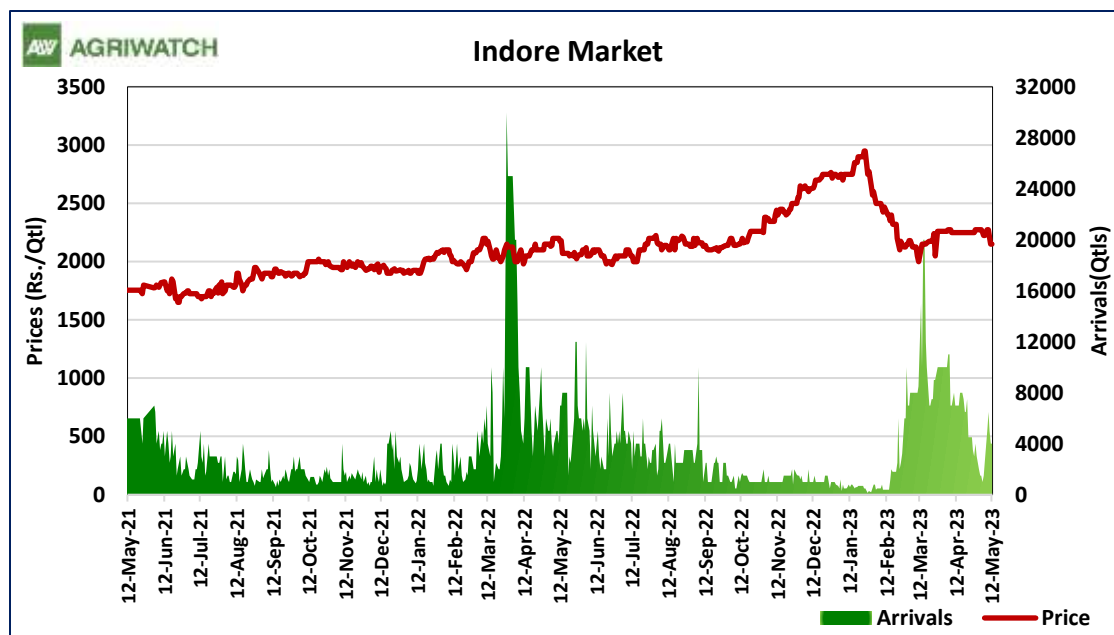


Wheat Weekly Research Report

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- Arrivals starts declining in all the major Wheat cash markets which keep the prices during week under review on slightly higher side While in M.P restriction on the movement of the warehouse stock coupled with extension of procurement date from May 15 to May 20 to procure more wheat keep the prices on slight down side as compared to previous week. In Indore market, prices were traded at Rs.2200 per quintals down by Rs.25 per quintals as compared to previous week.

Procurement for RMS 2023-24:

As on **10/05/23** total of **254.11** LMT Wheat has already been procured so far which is up by **42.75%** as compared to same period in previous year.

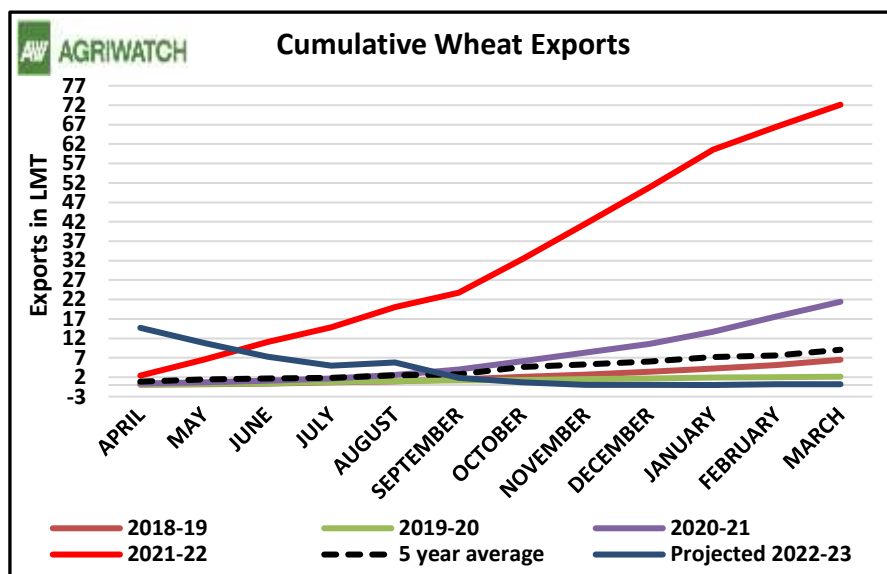
State-wise Procurement:

State	Fig. in LMT
Punjab	119.27
Haryana	62.39
M.P.	67.57
U.P.	1.72
Rajasthan	3.06
Others	0.10
All India Total (As of 10th May, 2023)	254.11

Outlook: According to AgriWatch, it is anticipated that prices will remain stable in the upcoming week and will be influenced by the speed of procurement and arrivals. However, if the current restrictions on the movement of warehouse stock in Madhya Pradesh are expanded to other states, then it is expected that prices will decline. Furthermore, favorable weather conditions in Australia are anticipated to enhance the prospects for Winter crop sowing on a global level.

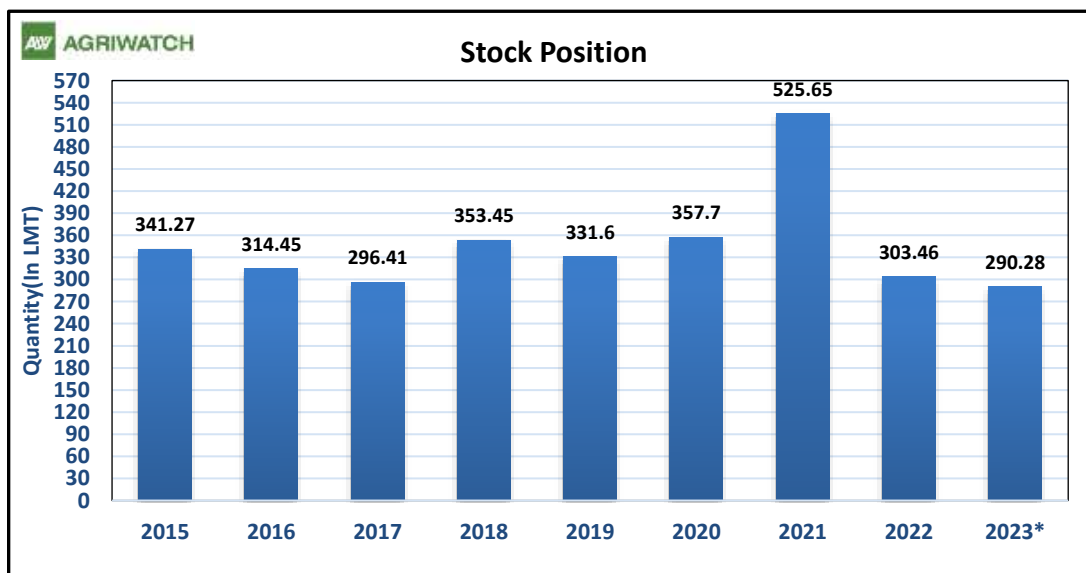
Export:

According to the latest Government data, the total Wheat exports for the 2022-23 Marketing Year have reached 46.36 LMT, with 0.18 LMT exported in March. This figure represents a 35% decrease from the previous year's total of 72.14 LMT.



Trade Call: There is no NCDEX trading currently.

Central Pool Stock Position:



*Till May 1st, 2023

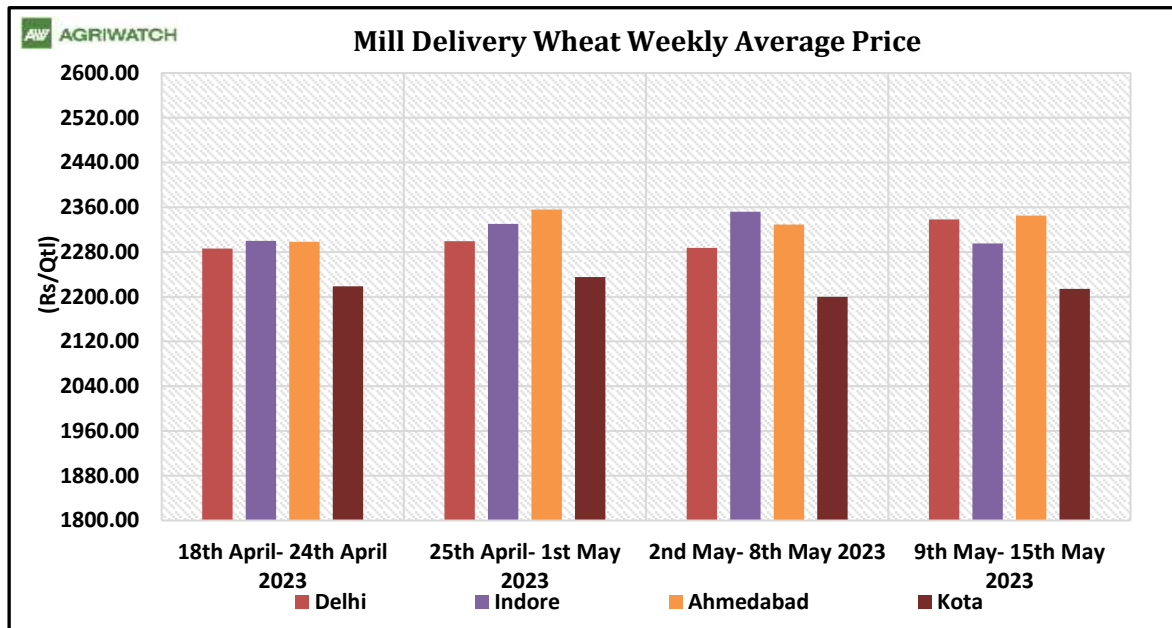
As depicted from the above chart, the Central Pool Wheat stock was recorded at 290.28 LMT as of May 1st-2023, which is the lowest from past nine years. However, it remains higher than the buffer



norms of 275.80 LMT as of 1st July, up by 5%. Out of total most of the stocks are being held with M.P with 99.18 LMT followed by Punjab with 46.26 LMT and Haryana with 39.78 LMT Wheat.

Wheat Weekly Average Price Chart

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Source: Agriwatch

Firm sentiments were observed in all the other three major markets except Indore in which restriction on movement pressurize the prices.

Spot Price at NCDEX Delivery Centers:

Spot prices of wheat at NCDEX Delivery Centers						
NCDEX SPOT	Today	Week Ago	Month Ago	Year Ago	% Change over prev. Year	% Change over Prev. Week
	13-May-23	6-May-23	13-Apr-23	13-May-22		
Indore	2260	2212	2207	2275	-0.66	2.17
Delhi	2330	2298	2275	2325	0.22	1.39
Kanpur	2300	2225	2200	2200	4.55	3.37
Rajkot	2315	2307	2310	2500	-7.40	0.35
Kota	2250	2250	2250	2400	-6.25	0.00



Spot Market Price:							
Centre	Market	Variety	Prices (Rs/Qtl)				
			Today	Yesterday	Week Ago	Month Ago	Year Ago
			13-May-23	12-May-23	6-May-23	13-Apr-23	13-May-22
Delhi	Lawrence Road	Mill Delivery	2350	2340	2285	2325	2340
	Narella	Mill Quality Loose	2200	2200	2180	2140	2165
	Nazafgarh	Mill Quality Loose	2225	2225	2200	2150	2170
Gujarat	Rajkot	Mill Delivery	2275	2270	2260	2250	2550
	Ahmedabad	Mill Delivery	2350	2350	2300	2320	2510
	Surat	Mill Delivery	2410	2400	2350	2370	2550
	Dhrol	Mill Quality Loose	2255	2260	2445	2365	2380
Madhya Pradesh	Indore	Mill Delivery	2300	2250	2325	2350	2310
	Bhopal	Mill Quality Loose	Closed	2150	2150	2250	2100
Rajasthan	Kota	Mill Quality Loose	2100	2100	2050	2060	2250
		Mill Delivery	2250	2250	2200	2250	2400
Uttar Pradesh	Kanpur	Mill Delivery	Closed	Closed	2235	2175	2215
	Mathura	Mill Quality Loose	Closed	2210	2160	2050	2230
	Kosi	Mill Quality Loose	2125	2150	2125	2025	2215
	Hathras	Mill Quality Loose	Closed	2200	2130	2125	2170
	Aligarh	Mill Quality Loose	Closed	Closed	2080	2090	2160
Punjab	Khanna	Mill Quality Loose	2135	2135	2130	2130	2120
	Ludhiana (Jagraon)	Mill Quality Loose	2130	2130	2130	2130	2125
Haryana	Dabwali	Mill Quality Loose	2125	2125	2125	2100	2190
	Hodal	Mill Quality Loose	2100	2100	2055	2030	2200
	Bhiwani	Mill Quality Loose	2125	2125	2100	2050	2350
	Karnal	Mill Quality Loose	2125	2125	2125	2125	-
	Panipat	Mill Quality Loose	2125	2125	2125	2125	-
Tamil Nadu	Chennai	Mill Quality	2700	2700	2750	2700	2900
	Madurai	Mill Quality	2750	2750	2800	2750	2950
	Coimbatore	Mill Quality	2750	2750	2800	2750	2950
Bihar	Khagariya	Mill Delivery	2300	2300	2300	2250	2250
	Muzaffarpur	Mill Delivery	2300	2300	2250	2100	2200

FOB & CIF Quote for Wheat at Kandla[\(Back to Table of Contents\)](#)

Particulars	At Kandla
Mill delivery (Rajkot)	22750
Freight charge	550
Misc. Charges (port handling)	650
FOB (at Kandla Rs/T)	23950
FOB value in \$ for FAQ	291.75
Freight Charges (US \$/ton) to Dubai	47
Insurance @ 0.1% (\$/MT)	0.29
CIF to Dubai (value in \$ for SRW)	338.75

(INR value: 82.09 as on 11.05.2023)

International Market Update:[\(Back to Table of Contents\)](#)

- **Total of around 26.49 MMT of Soft Wheat has been exported so far from European Union** so far till 7th May, 2023, as per data given by European Commission. It is up by 11% as compared to same period in previous year. While imports were at 7.67 MMT which is on higher side and up by 249% as compared to previous year. They further added that France has been the largest exporter by exporting around 9.33 MMT followed by Romania with 3.73 MMT, Germany with 3.21 MMT, Poland with 2.59 MMT and Lithuania with 2.44 MMT.
- **Algeria's state-run grain buyer, OAIC, has recently acquired 5 to 6 million metric tons of wheat** from sources that are said to be optional. It is speculated that the origins of this wheat could be from countries such as Russia, Romania, Bulgaria, France, Germany, or the Baltic States. The purchase price was reportedly between \$276 to \$276.50 per tonne C&F, and the shipment is expected to be delivered during two specific periods: July 1-15 and July 16-31.
- **The USDA's crop progress report for the week ending on May 7th indicates that 38% of winter wheat crops was headed** which was 25% in previous week and 32% in previous year. The report also shows that 56% of the crop is currently in fair to excellent condition, while 44% in very poor to poor condition. As for spring wheat, 24% of planting has been completed so far this year, which is lower than the 26% completed during the same period last year.

International Weekly Outlook:

Good crop condition in US and France keeps the export prices on down by side during week under review by 1.90 and 4.06% respectively. While in Australia weather conditions encourage the sowing for Winter crop which pressurizes the export prices by 1.90% as compared to earlier week. While good supply side from Russia and Ukraine keeps the export prices on down side by 2.93 and 2.96% respectively. Drought conditions in Argentina push the prices on higher side by 2.86%.

Indicative FOB Quotes:								
Country	Variety	Current Week	Week Ago	Month Ago	Year Ago	% Change over Prev. Year	% Change over Prev. Week	% Change over Prev. Month
		11-May-23	4-May-23	13-Apr-23	11-May-22			
USA (Chicago)	2srw	258	263	282	442	-41.63	-1.90	-8.51

France	FCW3	260	271	279	425	-38.82	-4.06	-6.81
Argentina	ASW	360	350	349	456	-21.05	2.86	3.15
Russia	SRW	265	273	278	390	-32.05	-2.93	-4.68
India	FAQ	292	293	290	332	-12.15	-0.28	0.56
Australia	ASW	275	281	296	-	-	-1.90	-7.00
Ukraine	SRW	245	252	263	375	-34.67	-2.78	-6.84

IGC Wheat Global Balance Sheet:

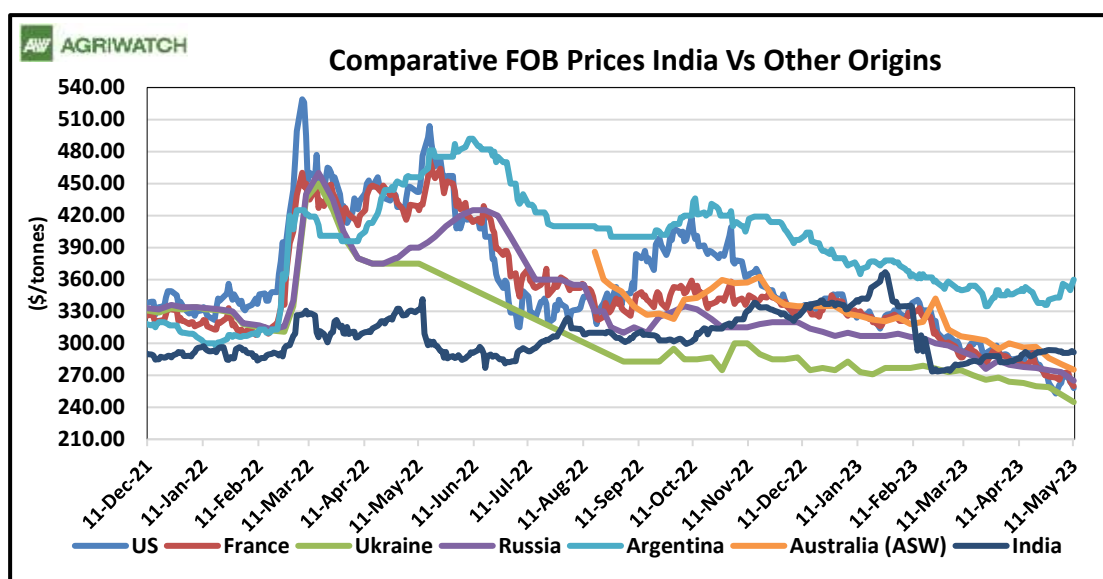
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IGC Forecast (Fig-In MMT)	2020-21	2021-22 est.	2022-23 F'cast	2023-24 Projected	
				16.03.23	20.04.23
Production	774	781	803	787	787
Trade	190	197	198	195	193
Consumptions	771	784	793	794	794
Carryover stocks	279	274	284	279	277
Y-O-Y change	2	-3	10	-7	-7
Major Export	58	60	69	58	60

Source: IGC

- IGC has up the forecasted 2022-23 global wheat production at 803 MMT.
- The trade forecast for 2022-23 is 198 MMT in line with increased production numbers.
- Consumption declines as compared to previous estimate of 783 MMT.
- Carryout for 2022-23 is forecasted at 284 MMT down by 2 MMT as compared to previous estimate.
- While for 2023-24 IGC has projected production at around 787 MMT which is on same pace as in previous estimate.
- Trade is projected around 193 MMT down as compared to previous estimate.

International FOB Weekly Price Movement:



Depreciation of currency keeps Indian FOB prices on down side by 0.28% as compared to previous week.



CBOT FUTURES CONTRACT:

CBOT Futures Prices:(USD/T)							
CONTRACT MONTH	Current Week	Week Ago	Month Ago	3 Month Ago	6 Month Ago	Year Ago	% Change over prev. week
	12-May-23	4-May-23	11-Apr-23	8-Feb-23	9-Nov-22	12-May-22	
May-23	229.44	232.01	247.63	284.74	308.34	429.77	-1.11
Jul-23	233.30	236.97	251.30	286.48	310.36	406.44	-1.55
Sep-23	237.89	241.29	255.53	289.69	313.21	400.65	-1.41
Dec-23	244.05	247.54	261.68	294.47	316.61	-	-1.41
Mar-24	248.55	251.58	265.72	297.59	317.62	-	-1.20
May-24	250.75	253.60	266.92	297.59	-	-	-1.12
Jul-24	250.75	253.32	261.41	290.61	-	-	-1.02
Sep-24	254.24	256.54	262.42	-	-	-	-0.90

Source: MRCI

Technical Analysis (International market)

US Wheat Futures May -23



1st Support: 625

2nd Support: 603

1st Resistance: 724

2nd Resistance: 800 (\$ per tonne)

US wheat futures May23 were down by 4% to 635, during the week made low at 625.38, high at 668.50. Market is currently trading below 9, 18, 50 and 100 DMA. Indicator MACD and Oscillator is indicating weak momentum. We expect prices to trade with weak bias in coming weeks.



Technical Analysis (Domestic market)

Wheat-Technical Outlook:

Kanpur Market Prices

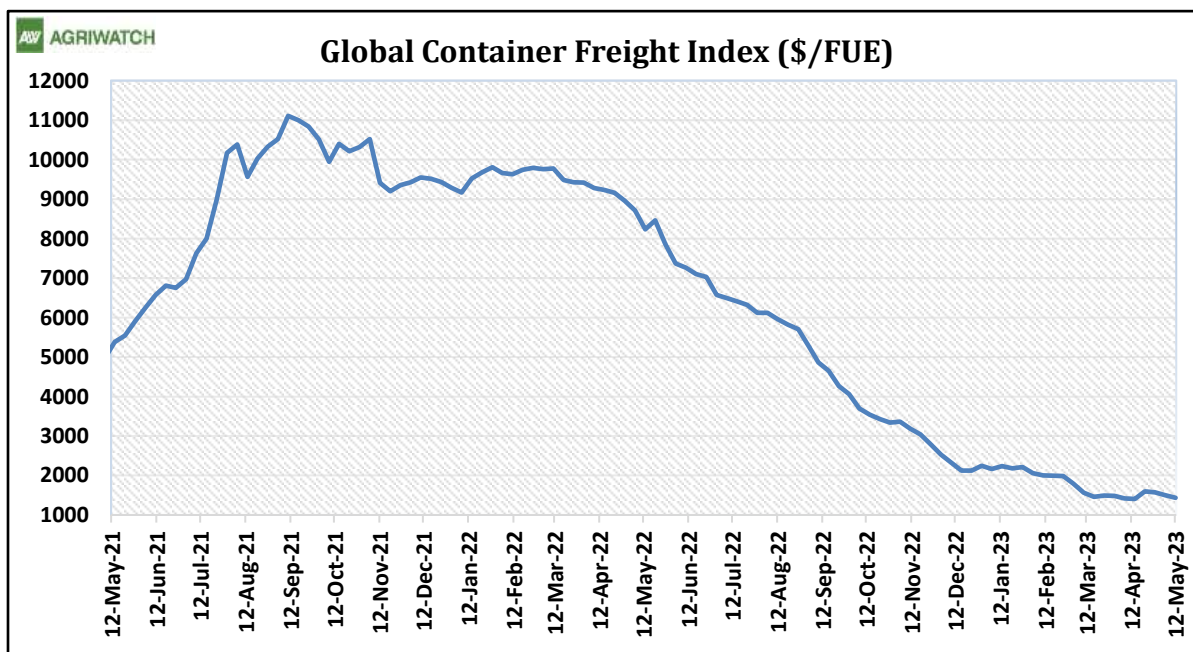
Technical Chart



Technical Commentary:

- Wheat Kanpur prices up from previous week and make high at 2300, low at 2235 and closes at 2300.
- Market is currently trading below 9, 50 and taking support from 18,100 DMA.
- 2220 is near term support and 2400 would be resistance.

Container Freight Index:



During week under review, Global Freight charges were decline by 4.01% as compared to previous week. As per import report present by The National Retail Federations volumes have increased by 5% during March as compared to previous month. They further estimated that April volumes were also expected to climb by 8%. These numbers were lower as compared to previous year while month on month comparison pressurize the prices on down side.

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