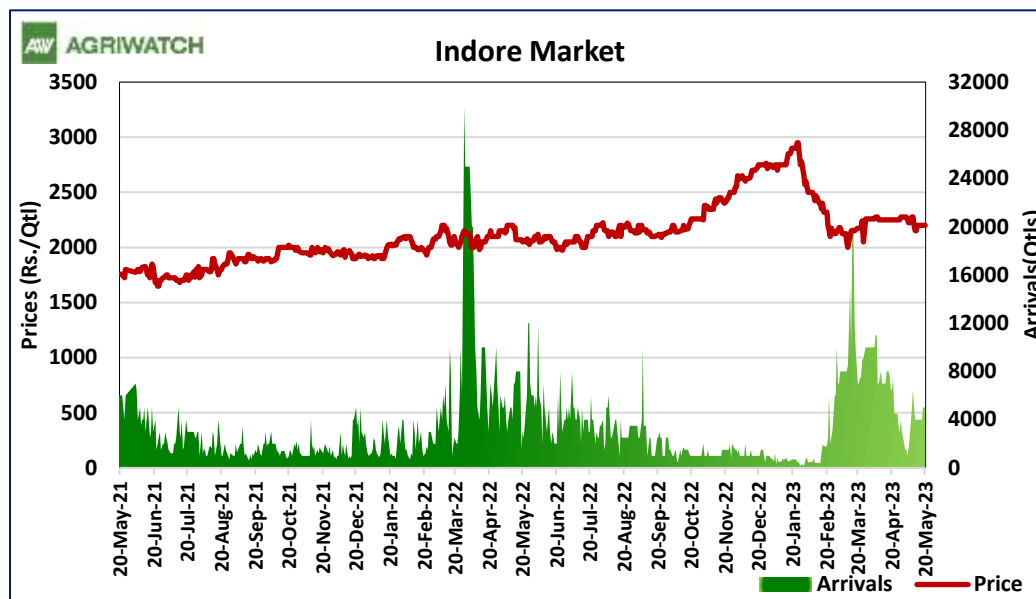


Wheat Weekly Research Report

Table of Contents

- ❖ **Review and Outlook**
- ❖ **Export/Import**
- ❖ **Weekly Price Change**
- ❖ **Stocking Norms**
- ❖ **FOB Quotes**
- ❖ **Spot Price at NCDEX Delivery Centers**
- ❖ **Domestic Outlook and Spot Prices**
- ❖ **International Wheat Market**
- ❖ **IGC**
- ❖ **CBOT Future Contract**
- ❖ **International FOB Trend**
- ❖ **US Wheat Futures Mar-23**
- ❖ **Container Freight Index**



- Arrivals have started declining in all the major Wheat cash markets which kept the prices during week under review on slightly higher side. During ongoing season stock holding by farmers is at its peak level especially in Bihar and U.P. While in M.P and other states steady prices have been observed due to ongoing procurement during whole week. During week under review, prices were traded at Rs.2440 per quintals in Delhi market which were up by Rs.90 per quintals as compared to previous week.

Procurement for RMS 2023-24:

As on **17/05/23** total of **260.55** LMT Wheat has already been procured so far which is up by **44%** as compared to same period in previous year.

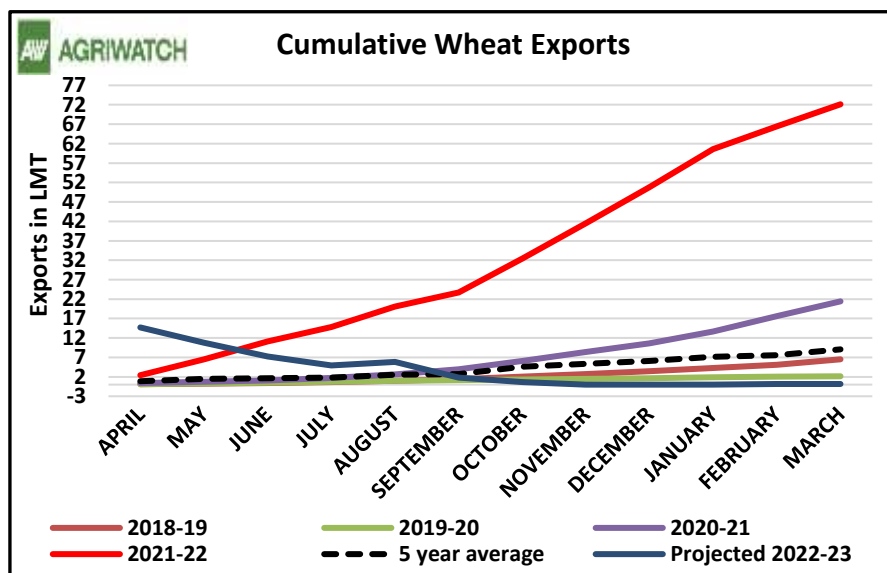
State-wise Procurement:

State	Fig. in LMT
Punjab	120.91
Haryana	63.17
M.P.	70.51
U.P.	2.02
Rajasthan	3.89
Others	0.05
All India Total (As of 17th May, 2023)	260.55

Outlook: According to AgriWatch, it is anticipated that prices are likely to follow firm sentiment in upcoming week due to shortage of supply in domestic market. Stockholdings by farmers and small traders coupled with buying by flour millers at higher prices will keep the prices on slightly higher side in upcoming week.

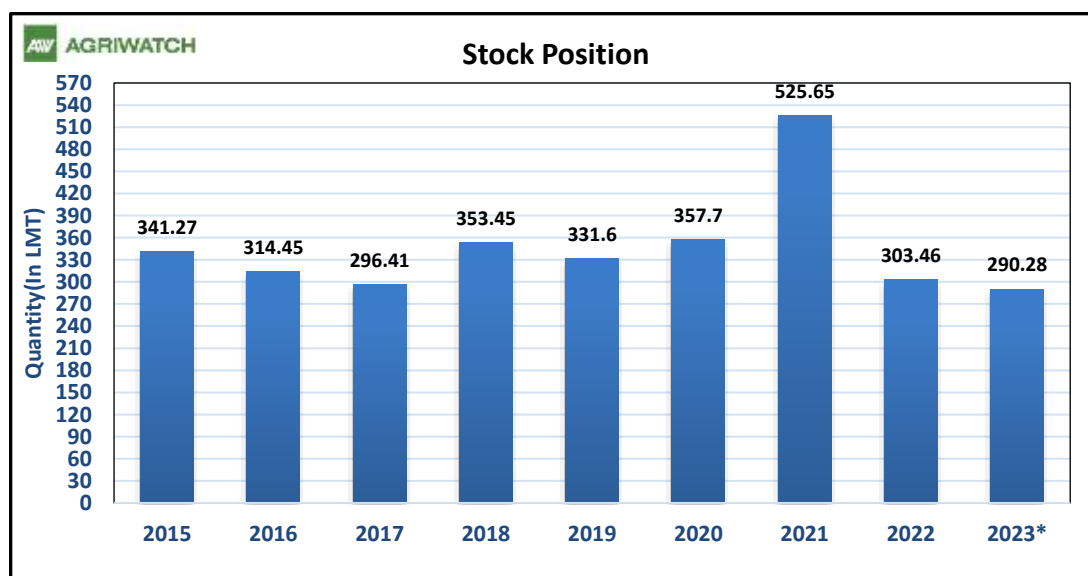
Export:

Currently, Wheat Export has been restricted.



Trade Call: There is no NCDEX trading currently.

Central Pool Stock Position:



*Till May 1st, 2023

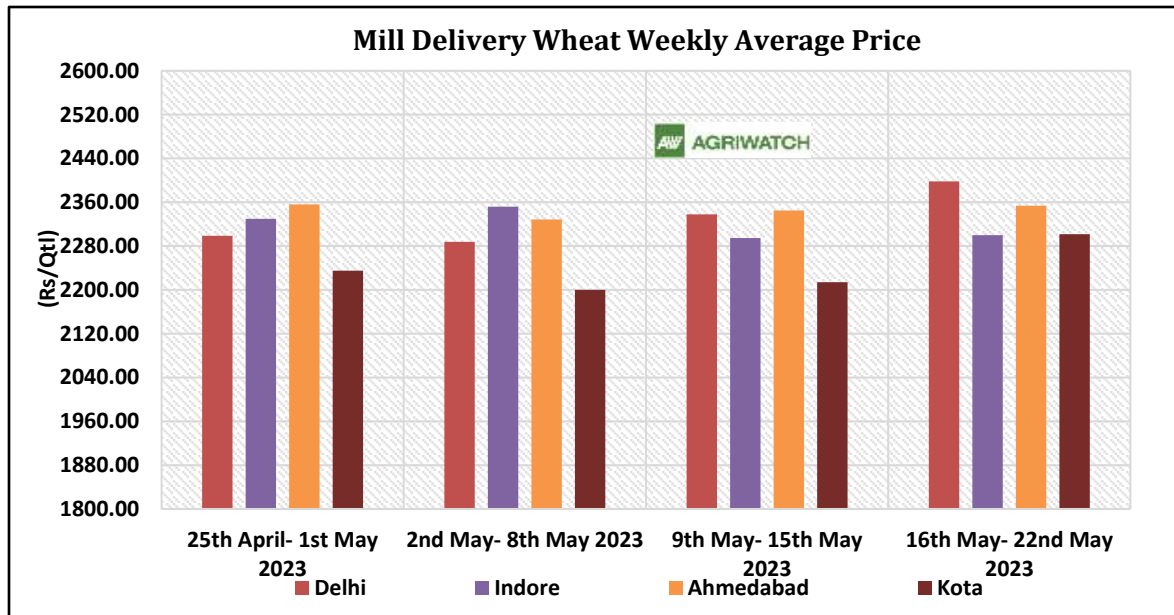
As depicted from the above chart, the Central Pool Wheat stock was recorded at 290.28 LMT as of May 1st-2023, which is the lowest from past nine years. However, it remains higher than the buffer



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

[\(Back to Table of Contents\)](#)



Source: Agriwatch

Firm sentiments were observed in all the major markets amid decline in arrivals.

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
	20-May-23	12-May-23	20-Apr-23	21-May-22		
Indore	2320	2246	2190	2175	6.67	3.29
Delhi	2425	2330	2265	2295	5.66	4.08
Kanpur	2325	2290	2200	2150	8.14	1.53
Rajkot	2350	2315	2300	2650	-11.32	1.51
Kota	2350	2250	2250	2237	5.05	4.44



Spot Market Price:							
Centre	Market	Variety	Prices (Rs/Qtl)				
			Today	Yesterday	Week Ago	Month Ago	Year Ago
			20-May-23	19-May-23	13-May-23	20-Apr-23	20-May-22
Delhi	Lawrence Road	Mill Delivery	2430	2440	2350	2280	2300
	Narella	Mill Quality Loose	2280	2250	2200	2125	2150
	Nazafgarh	Mill Quality Loose	2260	2225	2225	2160	2150
Gujarat	Rajkot	Mill Delivery	2280	2280	2275	2270	2225
	Ahmedabad	Mill Delivery	2360	2360	2350	2290	2350
	Surat	Mill Delivery	2430	2430	2410	2360	2400
	Dhrol	Mill Quality Loose	2305	2425	2255	2405	2210
Madhya Pradesh	Indore	Mill Delivery	2300	Closed	2300	Closed	2180
	Bhopal	Mill Quality Loose	2200	Closed	Closed	Closed	2050
Rajasthan	Kota	Mill Quality Loose	2200	2180	2100	2050	2130
		Mill Delivery	2350	2350	2250	2200	2280
Uttar Pradesh	Kanpur	Mill Delivery	2290	2275	Closed	2210	2150
	Mathura	Mill Quality Loose	2300	2270	Closed	2100	2150
	Kosi	Mill Quality Loose	2225	2240	2125	2050	2180
	Hathras	Mill Quality Loose	2240	2240	2180	-	-
	Aligarh	Mill Quality Loose	2300	2275	Closed	2125	2075
Punjab	Khanna	Mill Quality Loose	2135	2145	2135	2125	2080
	Ludhiana (Jagraon)	Mill Quality Loose	2130	2130	2130	2130	2150
Haryana	Dabwali	Mill Quality Loose	2170	2170	2125	2100	2070
	Hodal	Mill Quality Loose	2240	2230	2100	2040	2100
	Bhiwani	Mill Quality Loose	2250	2250	2125	2080	2100
	Karnal	Mill Quality Loose	2125	2125	2125	2125	-
	Panipat	Mill Quality Loose	2125	2125	2125	2125	-
Tamil Nadu	Chennai	Mill Quality	2750	2750	2700	2750	2600
	Madurai	Mill Quality	2800	2800	2750	2800	2650
	Coimbatore	Mill Quality	2800	2800	2750	2800	2650
Bihar	Khagariya	Mill Delivery	2375	2375	2310	2300	2250
	Muzaffarpur	Mill Delivery	2350	2350	2300	2250	-

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	289.53
Freight Charges (US \$/ton) to Dubai	47
Insurance @ 0.1% (\$/MT)	0.29
CIF to Dubai (value in \$ for SRW)	336.53

(INR value: 82.72 as on 18.05.2023)

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

- Amid less demand in the global market, Russian export prices decline by \$8 per tonne at \$265 per tonne. While Sovecon consultancy has estimated around 3.8 MMT in May 2023 up as compared to 1.2 MMT in May 2022. Russia exported 0.76 MMT of grains last week as compared to 1.14 MMT in the prior week which includes 0.68 MMT of Wheat.
- Buenos Aires Exchange has raised Wheat production estimates by 45% as compared to previous year. They have further mentioned the increase of 3% in sowing area to 6.3 hectares.
- Total of around 27.17 MMT of Soft Wheat has been exported so far from European Union so far till 14th May, 2023, as per data given by European Commission. It is up by 12% as compared to same period in previous year.
- The USDA's crop progress report for the week ending on May 14th indicates that 49% of winter wheat crops was headed which was 38% in previous week and 46% in previous year. The report also shows that 59% of the crop is currently in fair to excellent condition, while 44% in very poor to poor condition. As for spring wheat, 40% of planting has been completed so far this year, which is higher than the 37% completed during the same period last year.
- FranceAgriMer has revised down for Wheat export forecast by 0.1 MMT to 10.3 MMT as compared to 8.8 MMT in previous year.

International Weekly Outlook:

During the past week, there was a decline in prices by 2.33% and 5% in US and France due to good crop condition. Conversely, the availability of ample supply from Russia and Ukraine resulted in export prices decreasing by 3.02% and 2.04% respectively. However, drought conditions in Argentina caused prices to increase by 4.44%.

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
		18-May-23	11-May-23	20-Apr-23	18-May-22			

USA (Chicago)	2srw	252	258	282	487	-48.25	-2.33	-10.64
France	FCW3	247	260	279	466	-47.00	-5.00	-11.47
Argentina	ASW	376	360	341	481	-21.83	4.44	10.26
Russia	SRW	257	265	277	397	35.26	-3.02	-7.22
India	FAQ	290	292	291	299	-3.13	-0.76	-0.48
Australia	ASW	276	275	297	-	-	0.23	-7.00
Ukraine	SRW	240	245	260	375	-36.00	-2.04	-7.69

IGC Wheat Global Balance Sheet:

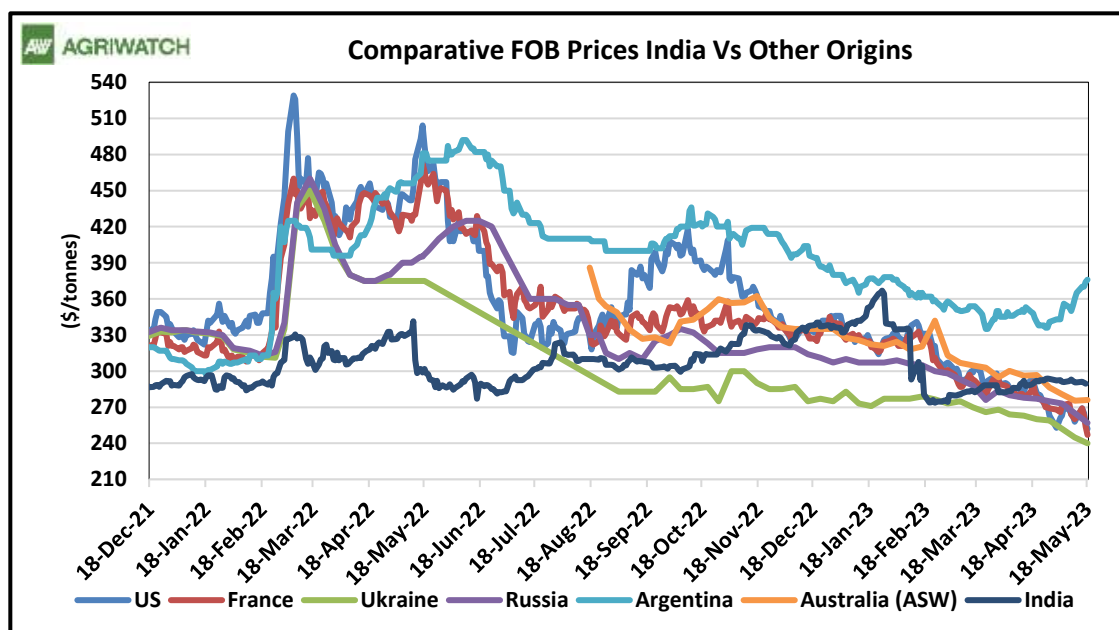
[\(Back to Table of Contents\)](#)

IGC Forecast (Fig-In MMT)	2020-21	2021-22 est.	2022-23 F'cast	2023-24 Projected	
				20.04.23	18.05.23
Production	774	781	803	787	783
Trade	190	197	200	193	194
Consumptions	771	784	795	794	795
Carryover stocks	279	274	283	277	271
Y-O-Y change	2	-3	8	-7	-12
Major Export	58	60	68	60	57

Source: IGC

- The trade forecast for 2022-23 is 200 MMT in line with increased production numbers.
- While increase Consumption as compared to previous estimate of 795 MMT.
- Carryout for 2022-23 is forecasted at 283 MMT down by 1 MMT as compared to previous estimate.
- While for 2023-24 IGC has projected production at around 783 MMT which is down as compared to previous estimate.
- Trade is projected around 194 MMT up as compared to previous estimate.

International FOB Weekly Price Movement:



Depreciation of currency keeps Indian FOB prices on down side by 0.76% as compared to previous week. On Friday (19/05/23) exchange rate was 82.82 which was 82.25 in 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
	19-May-23	11-May-23	18-Apr-23	15-Feb-23	16-Nov-22	19-May-22	
May-23	222.28	225.68	256.45	286.66	344.90	441.06	-1.51
Jul-23	226.69	230.45	260.67	288.50	340.76	443.08	-1.63
Sep-23	233.48	234.77	264.25	291.81	340.03	444.55	-0.55
Dec-23	239.09	241.11	269.95	296.86	351.05	444.37	-0.84
Mar-24	242.21	245.61	273.44	299.89	338.74	-	-1.38
May-24	242.94	248.09	274.17	299.61	-	-	-2.07
Jul-24	245.97	248.45	268.66	291.90	-	-	-1.00
Sep-24	250.38	252.13	269.21	-	-	-	-0.69

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 2340, low at 2310 and closes at 2325.
- Market is currently trading below 18, 50 and taking support from 9,100 DMA.
- 2180 is near term support and 2400 would be resistance.

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