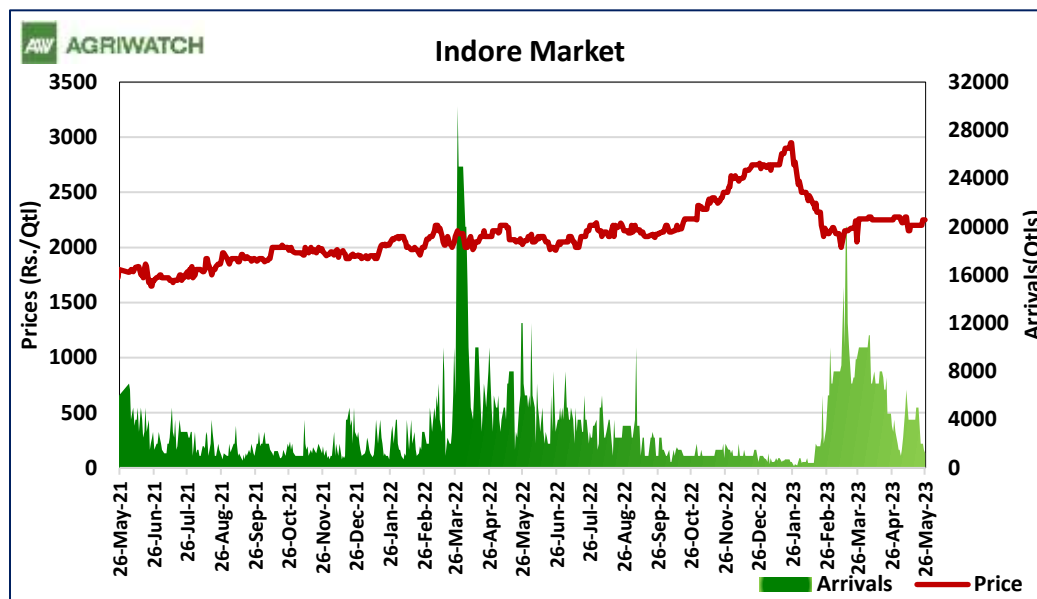


Wheat Weekly Research Report

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**



- Decline in arrivals coupled with good demand from millers keeps the prices on higher side during week under review in major cash wheat markets. During ongoing season stock holding by farmers is at its peak level especially in Bihar, Rajasthan 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 wheat traded at Rs.2490 per quintal in Delhi market up by Rs.50 per quintal as compared to previous week.

Procurement for RMS 2023-24:

As on **24/05/23** total of **261.78** LMT Wheat has already been procured so far which is up by **43%** as compared to same period in previous year.

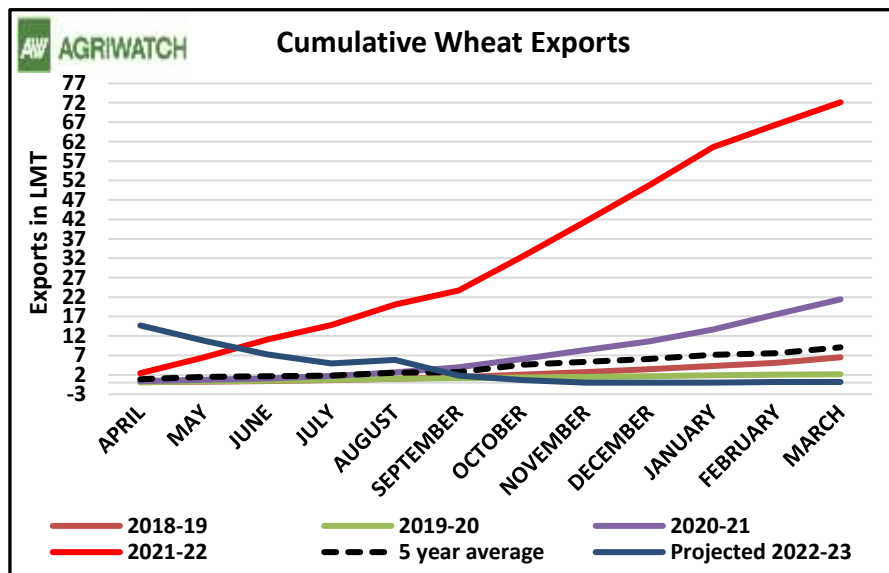
State-wise Procurement:

State	Fig. in LMT
Punjab	121.26
Haryana	63.17
M.P.	70.97
U.P.	2.12
Rajasthan	4.21
Others	0.05
All India Total (As of 24th May, 2023)	261.78

Outlook: According to AgriWatch, the upcoming week is expected to witness firm prices in the agricultural market as a result of a shortage in domestic supply. The combination of farmers and small traders holding onto their stocks, along with flour millers purchasing at elevated prices, will contribute to keeping the prices slightly higher during this period.

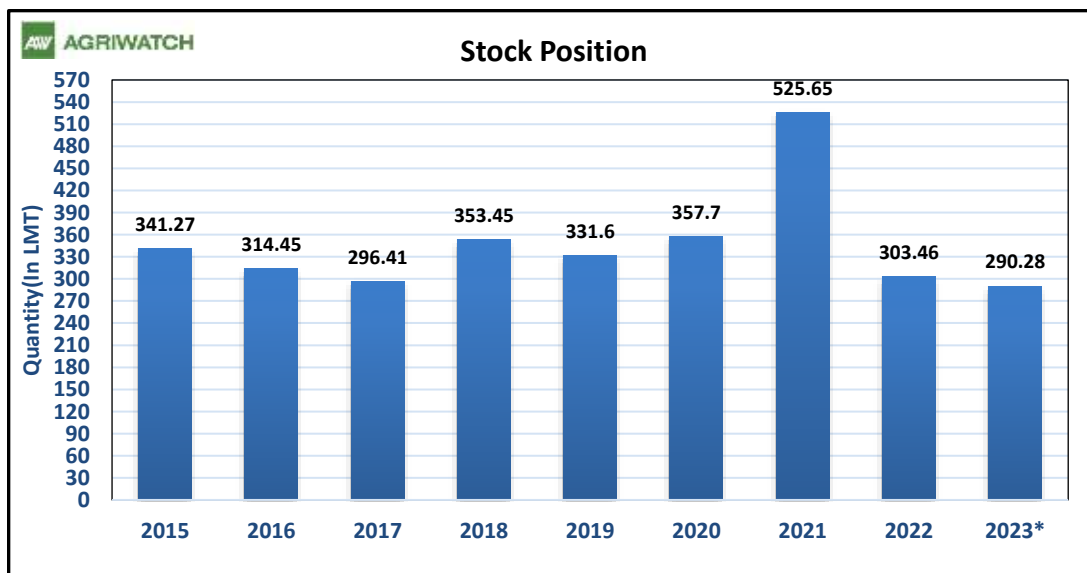
Export:

Currently, Wheat Export has been restricted.



Trade Call: There is no NCDEX trading currently.

Central Pool Stock Position:



*Till May 1st, 2023

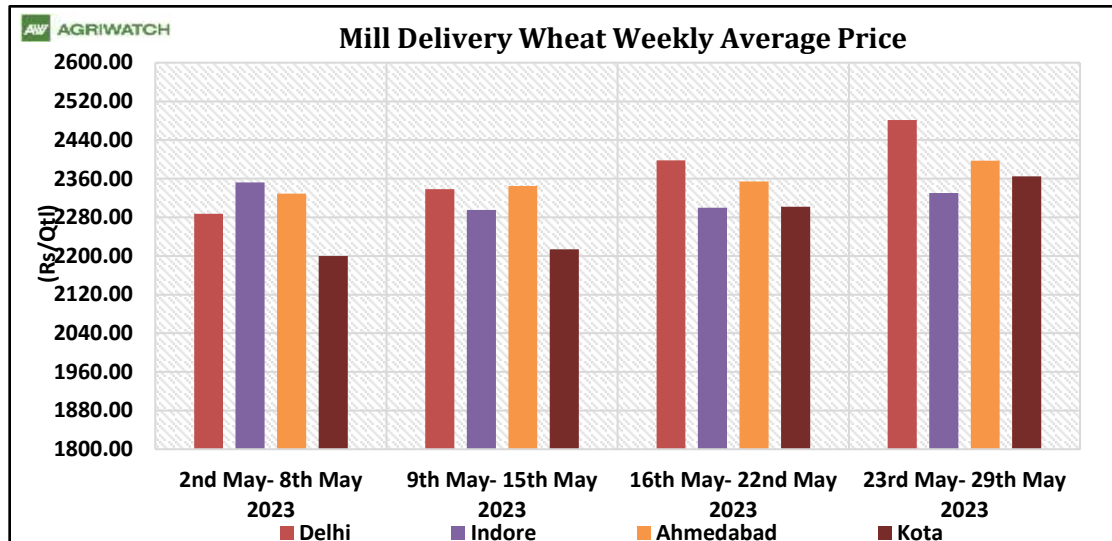
As depicted from the above chart, the Central Pool Wheat stock was recorded at 290.28 LMT as of May 1st-2023, which is the lowest from past nine years. However, it remains higher than the buffer



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
	26-May-23	19-May-23	27-Apr-23	27-May-22		
Indore	2375	2315	2210	2118	12.13	2.59
Delhi	2495	2415	2295	2262	10.30	3.31
Kanpur	2425	2335	2215	2125	14.12	3.85
Rajkot	2350	2350	2315	2184	7.60	0.00
Kota	2350	2350	2225	2200	6.82	0.00



Spot Market Price:							
Centre	Market	Variety	Prices (Rs/Qtl)				
			Today	Yesterday	Week Ago	Month Ago	Year Ago
			26-May-23	25-May-23	19-May-23	26-Apr-23	26-May-22
Delhi	Lawrence Road	Mill Delivery	2490	2500	2440	2300	2265
	Narella	Mill Quality Loose	2300	2300	2250	Closed	2150
	Nazafgarh	Mill Quality Loose	2260	2250	2225	Closed	2150
Gujarat	Rajkot	Mill Delivery	2310	2285	2280	2280	2170
	Ahmedabad	Mill Delivery	2425	2400	2360	2340	2270
	Surat	Mill Delivery	2510	2500	2430	2440	2320
	Dhrol	Mill Quality Loose	-	-	-	-	-
Madhya Pradesh	Indore	Mill Delivery	2350	2350	Closed	2300	2180
	Bhopal	Mill Quality Loose	2200	2200	Closed	2150	2000
Rajasthan	Kota	Mill Quality Loose	2200	2200	2180	2060	2050
		Mill Delivery	2350	2375	2350	2250	2200
Uttar Pradesh	Kanpur	Mill Delivery	2340	2340	2275	2230	2105
	Mathura	Mill Quality Loose	2350	2290	2270	2100	2140
	Kosi	Mill Quality Loose	2270	2270	2240	2100	2200
	Hathras	Mill Quality Loose	2350	2300	2250	2150	2130
	Aligarh	Mill Quality Loose	2310	2310	2225	2080	2100
Punjab	Khanna	Mill Quality Loose	2135	2140	2145	2125	2110
	Ludhiana (Jagraon)	Mill Quality Loose	2130	2130	2130	2130	2100
Haryana	Dabwali	Mill Quality Loose	2230	2230	2170	-	-
	Hodal	Mill Quality Loose	2200	2200	2150	-	-
	Bhiwani	Mill Quality Loose	-	-	-	-	-
	Karnal	Mill Quality Loose	2200	2200	2170	2125	2015
	Panipat	Mill Quality Loose	2285	2270	2230	2070	2100
Tamil Nadu	Chennai	Mill Quality	2750	2750	2750	2700	2750
	Madurai	Mill Quality	2800	2800	2800	2750	2800
	Coimbatore	Mill Quality	2800	2800	2800	2750	2800
Bihar	Khagariya	Mill Delivery	2375	2350	2350	2200	2100
	Muzaffarpur	Mill Delivery	2325	2300	2300	2150	-

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

Particulars	At Kandla
Mill delivery (Rajkot)	22850
Freight charge	550
Misc. Charges (port handling)	650
FOB (at Kandla Rs/T)	24050
FOB value in \$ for FAQ	290.70
Freight Charges (US \$/ton) to Dubai	47
Insurance @ 0.1% (\$/MT)	0.29
CIF to Dubai (value in \$ for SRW)	337.70

(INR value: 82.73 as on 25.05.2023)

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

- **The USDA's crop progress report for the week ending on May 21st indicates that 61% of winter wheat crops was headed which was 49% in previous week and 61% in previous year. The report also shows that 29% of the crop is currently in fair to excellent condition, while 22% in very poor to poor condition. As for spring wheat, 64% of planting has been completed so far this year, which is higher than the 48% completed during the same period last year.**
- **According to Ukraine's Agriculture Ministry, as of 19 May '23, cumulative 2022-23 wheat exports totalled 15.1 MT (down 18pc from previous year). SovEcon have revised up 2023-24 Russian wheat production by 1.4MT to 88.0MT (104.2MT previous year).**
- **EU Weekly wheat exports have reached 3.90 LMT for week ending May 22, as per data given by European Commission while the previous week total was 4.75 LMT. With these total exports reached 28 MMT up by 13% as compared to previous year. Poland being the leading exporter with 1.73 LMT exported followed by France with 0.72 LMT.**

International Weekly Outlook:

During week under review, the good crop condition of spring Wheat of US, should continue pressurize the export prices given the ample supply. Good weather conditions in Australia have also pushed prices down by 1.25% as compared to previous week. Low demand has kept export prices down by 2.08% in Ukraine. Overall, the slide in export prices is likely to continue in the coming week.

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
		25-May-23	18-May-23	27-Apr-23	25-May-22			
USA (Chicago)	2srw	250	252	263	457	-45.30	-0.79	-4.94
France	FCW3	246	247	269	441	-44.22	-0.40	-8.55
Argentina	ASW	376	376	341	475	-20.84	-	10.26
Russia	SRW	257	257	275	410	-37.32	-	-6.55
India	FAQ	294	290	294	287	2.65	1.66	0.21
Australia	ASW	273	276	286	-	-	-1.25	-4.84
Ukraine	SRW	235	240	259	375	-37.33	-2.08	-9.27

IGC Wheat Global Balance Sheet:[\(Back to Table of Contents\)](#)

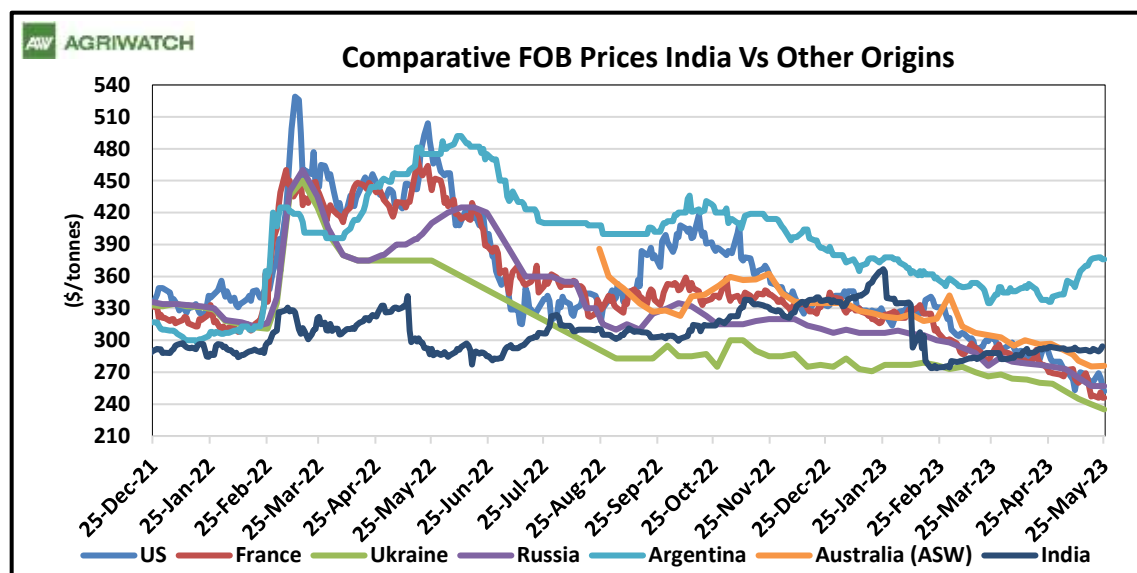
IGC Forecast (Fig-In MMT)	2020-21	2021-22 est.	2022-23 F'cast	2023-24 Projected	
				20.04.23	18.05.23
Production	774	781	803	787	783
Trade	190	197	200	193	194
Consumptions	771	784	795	794	795
Carryover stocks	279	274	283	277	271
Y-O-Y change	2	-3	8	-7	-12
Major Export	58	60	68	60	57

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:



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
	26-May-23	18-May-23	25-Apr-23	22-Feb-23	23-Nov-22	26-May-22	
Jul-23	226.32	229.44	239.91	277.94	303.38	420.03	-1.36
Sep-23	231.28	236.05	244.23	281.52	305.49	423.24	-2.02
Dec-23	237.89	241.57	250.57	286.94	291.53	425.72	-1.52
Mar-24	242.94	244.41	254.70	290.06	309.90	349.31	-0.60
May-24	245.61	244.41	256.17	290.06	308.06	-	0.49
Jul-24	247.26	247.54	253.78	282.44	-	-	-0.11
Sep-24	250.47	252.04	256.45	-	-	-	-0.62
Dec-24	254.79	-	-	-	-	-	-

Source: MRCI

Technical Analysis (International market)
US Wheat Futures July -23


1st Support: 590

2nd Support: 652

1st Resistance: 704

2nd Resistance: 800 (\$ per tonne)

US wheat futures July23 were slight up by 4% to 616, during the week made low at 594.38, high at 624.75. 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 2425, low at 2370 and closes at 2425.
- Market is currently trading below 50 and taking support from 9, 18, 100 DMA.
- 2300 is near term support and 2450 would be resistance.

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