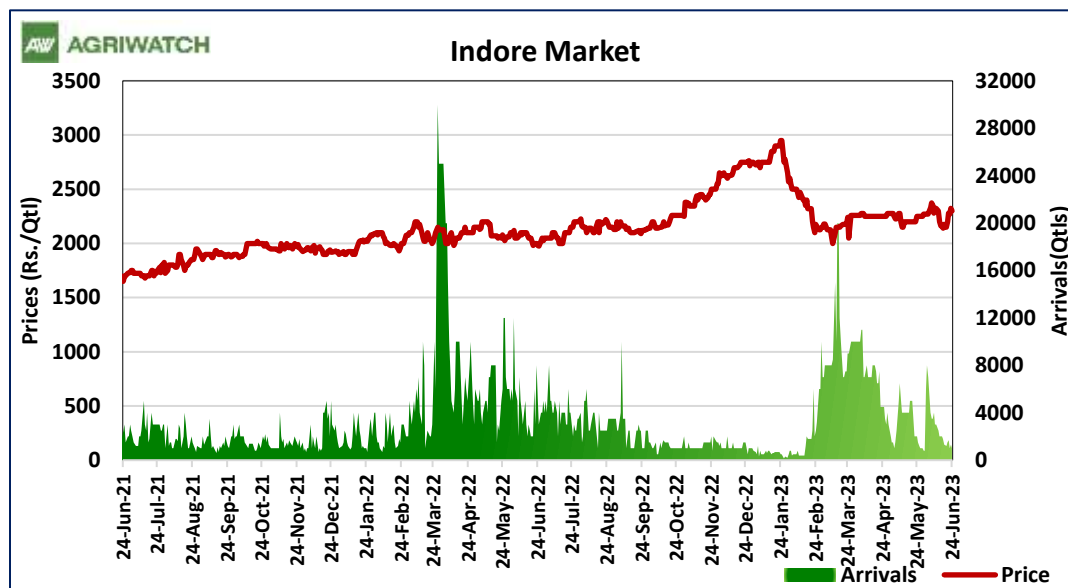




Wheat Weekly Research Report

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- Good demand from miller's side pushed the prices up during past week. In Indore market weekly average prices stood at Rs.2254.16 per quintals and up by 3% as compared to previous week due to decline in arrivals coupled with good demand from miller's side ahead of festive season.
- FCI has uploaded a tender on 23rd June, 2023 on their website for the release of Wheat under OMSS. First e-auction would be on 28th June, 2023, in which 4 LMT would be released from the central pool at the reserve price of Rs.2150 per quintals for FAQ and Rs.2125 per quintals for URS Wheat. For marginal and small traders minimum bidding has been kept at 10 MT and maximum at 100 MT.

Procurement for RMS 2023-24:

As on 19/06/23, a total of 262 LMT Wheat has already been procured, which is up by 39% as compared to same period in previous year.

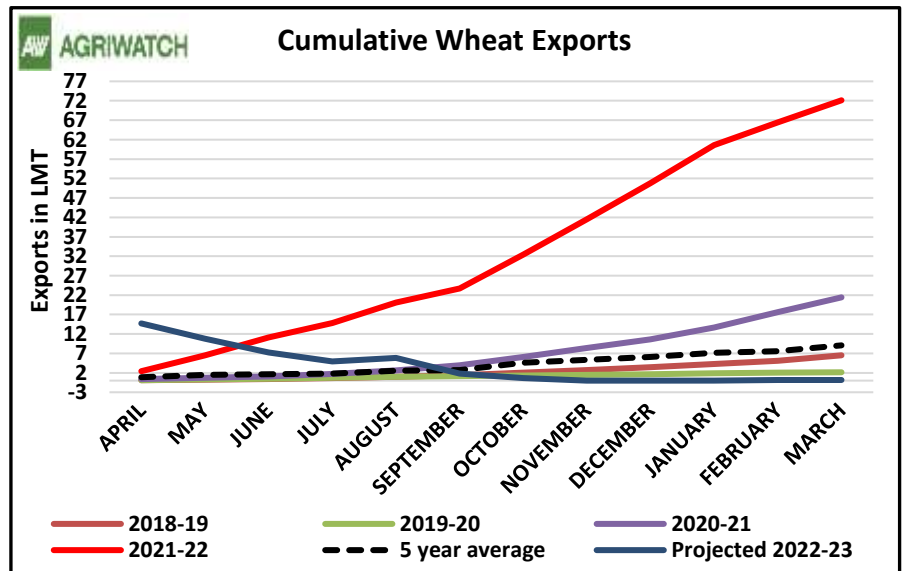
State-wise Procurement:

State	Fig. in LMT
Punjab	121.26
Haryana	63.17
M.P.	70.98
U.P.	2.19
Rajasthan	4.35
Others	0.05
All India Total (As of 19th June, 2023)	262

Outlook: AgriWatch expects that prices will likely remain sideways in the upcoming week. the planned OMSS release is likely to cap the prices and a correction of Rs.50-75 per quintals is expected. On the global level, especially in U.S. adverse weather conditions are likely to impact prices in coming week also.

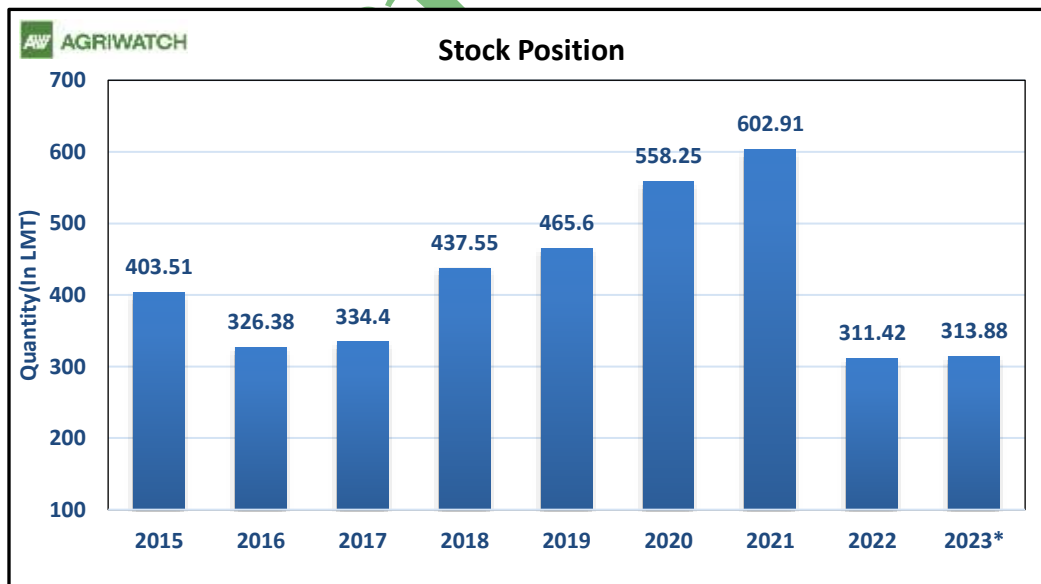
Export:

Currently, Wheat Export has been restricted.



Trade Call: There is no NCDEX trading currently.

Central Pool Stock Position:



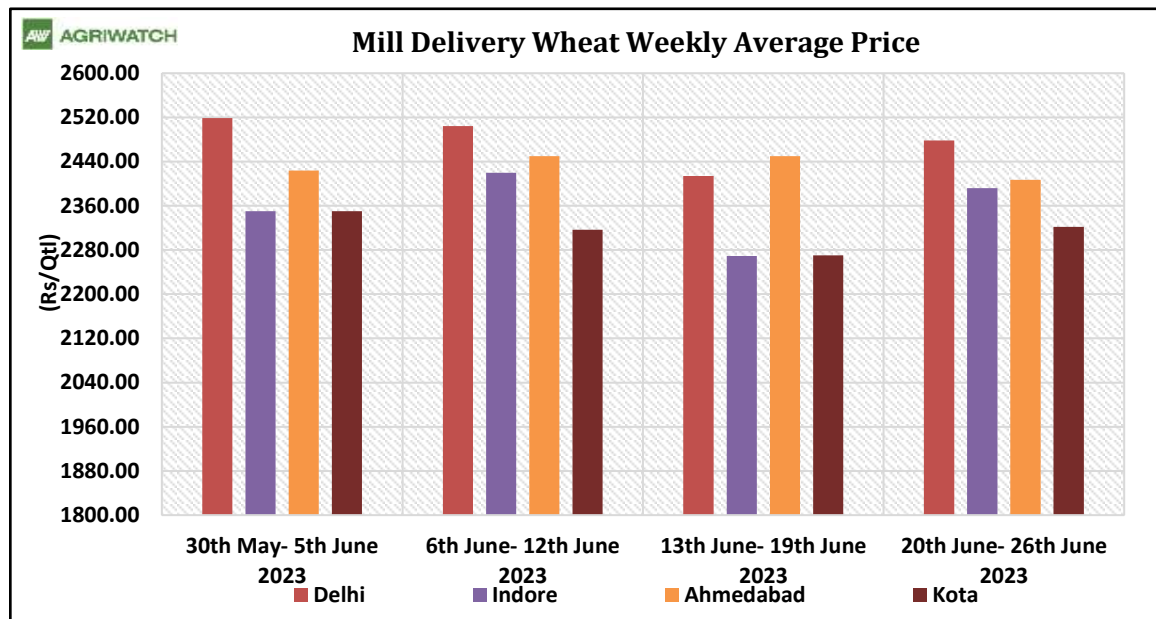
*Till June 1st, 2023

As depicted from the above chart, the Central Pool Wheat stock was recorded at 313.58 LMT as of June 1st-2023, which is up by 1% as compared to previous year. However, it remains higher than the

buffer norms of 275.80 LMT as of 1st July, up by 14%. Out of total most of the stocks are being held with M.P (106.73 LMT) followed by Punjab with 96.26 LMT and Haryana with 54.64 LMT Wheat.

Wheat Weekly Average Price Chart

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Source: Agriwatch

Mill delivery prices were on higher side in all the major markets amid good demand except in Ahmedabad due to increase 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
	24-Jun-23	17-Jun-23	25-May-23	24-Jun-22		
Indore	2355	2300	2350	2124	10.88	2.39
Delhi	2467	2435	2490	2259	9.21	1.31
Kanpur	2365	2300	2425	2122	11.45	2.83
Rajkot	2350	2350	2340	2183	7.65	-
Kota	2350	2325	2325	2145	9.56	1.08



Spot Market Price:							
Centre	Market	Variety	Prices (Rs/Qtl)				
			Today	Yesterday	Week Ago	Month Ago	Year Ago
			24-Jun-23	23-Jun-23	17-Jun-23	25-May-23	24-Jun-22
Delhi	Lawrence Road	Mill Delivery	2470	2470	2440	2500	2270
	Narella	Mill Quality Loose	2300	2300	2250	2300	2115
	Nazafgarh	Mill Quality Loose	2250	2250	2300	2250	2100
Gujarat	Rajkot	Mill Delivery	2300	2330	Closed	2285	2150
	Ahmedabad	Mill Delivery	2400	2425	Closed	2400	2280
	Surat	Mill Delivery	2500	2515	Closed	2500	2335
	Dhrol	Mill Quality Loose	2270	2280	Closed	2250	2110
Madhya Pradesh	Indore	Mill Delivery	2450	2450	2275	2350	2150
	Bhopal	Mill Quality Loose	Closed	2200	2150	2200	1930
Rajasthan	Kota	Mill Quality Loose	2150	2160	2150	2200	1980
		Mill Delivery	2300	2310	2300	2375	#REF!
Uttar Pradesh	Kanpur	Mill Delivery	2400	2375	2350	2340	2130
	Mathura	Mill Quality Loose	2280	2300	2225	2290	2090
	Kosi	Mill Quality Loose	2250	2230	2225	2270	2080
	Hathras	Mill Quality Loose	2300	2300	2160	2300	2075
	Aligarh	Mill Quality Loose	2225	2225	2210	2310	2020
Punjab	Khanna	Mill Quality Loose	2200	2250	2220	2140	2035
	Ludhiana (Jagraon)	Mill Quality Loose	2150	2150	2160	2130	2050
Haryana	Dabwali	Mill Quality Loose	2200	2210	2200	2200	2040
	Hodal	Mill Quality Loose	2240	2240	2160	2200	-
	Bhiwani	Mill Quality Loose	2250	2300	-	2325	2100
	Karnal	Mill Quality Loose	2200	2210	2200	2200	2040
	Panipat	Mill Quality Loose	2250	2250	2190	2270	2025
Tamil Nadu	Chennai	Mill Quality	2700	2700	2700	2750	2650
	Madurai	Mill Quality	2750	2750	2750	2800	2700
	Coimbatore	Mill Quality	2750	2750	2750	2800	2700
Bihar	Khagariya	Mill Delivery	2400	2400	2375	2400	2100
	Muzaffarpur	Mill Delivery	2380	2380	2300	2350	2000

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

Particulars	At Kandla
Mill delivery (Rajkot)	23300
Freight charge	550
Misc. Charges (port handling)	650
FOB (at Kandla Rs/T)	24500
FOB value in \$ for FAQ	299.15
Freight Charges (US \$/ton) to Dubai	42
Insurance @ 0.1% (\$/MT)	0.30
CIF to Dubai (value in \$ for SRW)	341.15

(INR value: 81.91 as on 16.06.2023)

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

- **As per data given by FranceAgriMer, French Soft Wheat condition has declined for the week ending 19th June, 2023 with around 83% of crop rated as good to excellent which was 85% in previous week, while it is higher than the 63% observed last year. Harvesting has begun and around 2% of crop has been harvested so far.**
- **The USDA's crop progress report for the week ending on June 18th indicates that 94% of winter wheat crop was headed which was 89% in previous week and 90% in previous year, out of which around 15% had been harvested already which was 23% in previous year. The report also shows that 71% of the crop is currently in fair to excellent condition, while 28% in very poor to poor condition. As for spring wheat, 90% has already been emerged so far and 87% crop is fair to excellent condition while 12% is in poor to very poor condition.**
- **Around 15% of Spring Wheat cropping area is experiencing drought, as per drought monitor given by USDA. It is on higher side by 11% as compared to previous week. This indicates not so good condition of US Wheat which may impact global supplies if poor weather persists further.**

International Weekly Outlook:

Unfavorable weather conditions on a global level have pushed prices on higher side in almost all the countries.

Indicative FOB Quotes:								
Wheat FOB	Variety	Current Week	Week Ago	Month Ago	Year Ago	% Change over Prev. Year	% Change over Prev. Week	% Change over Prev. Month
		22-Jun-23	15-Jun-23	25-May-23	22-Jun-22			
USA (Chicago)	2srw	292	256	250	379	-22.96	14.06	16.80
France	FCW3	269	256	246	404	-33.42	5.08	9.35
Argentina	ASW	360	354	376	480	-25.00	1.69	-4.26
Russia	SRW	230	227	257	420	-45.24	1.32	-10.51
India	FAQ	299	300	294	288	3.74	-0.35	1.68
Australia	ASW	273	273	273	-	-	-	0.04
Ukraine	SRW	218	215	235	375	-41.87	1.40	-7.23

IGC Wheat Global Balance Sheet:

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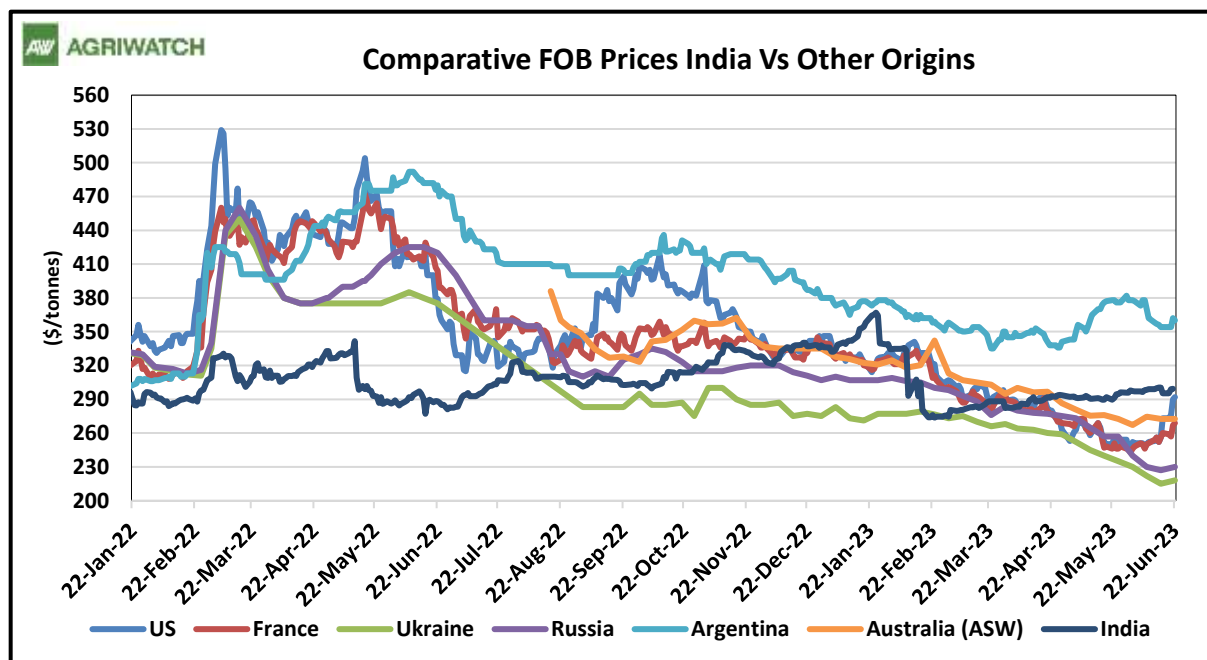
IGC Forecast (Fig-In MMT)	2020-21	2021-22 est.	2022-23 F'cast	2023-24 Projected	
				20.04.23	18.05.23
Production	774	781	803	787	783
Trade	190	197	200	193	194
Consumptions	771	784	795	794	795
Carryover stocks	279	274	283	277	271
Y-O-Y change	2	-3	8	-7	-12
Major Export	58	60	68	60	57

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:

During week under review, CBOT prices were up amid supply concerns due to persisting dry weather in US.

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
	23-Jun-23	15-Jun-23	23-May-23	22-Mar-23	21-Dec-22	23-Jun-22	
Jul-23	269.40	243.04	228.61	251.85	286.39	344.35	10.85
Sep-23	274.26	247.17	233.12	257.55	288.78	348.75	10.96
Dec-23	279.87	252.31	239.36	261.77	293.00	354.36	10.92
Mar-24	284.18	256.81	244.32	263.24	295.02	-	10.66
May-24	285.10	259.48	246.80	256.63	294.84	-	9.88
Jul-24	283.08	261.04	247.54	256.45	-	-	8.44
Sep-24	283.72	264.16	-	-	-	-	7.41
Dec-24	285.29	268.11	-	-	-	-	6.41

Source: MRCI



Technical Analysis (International market)

US Wheat Futures July -23



1st Support: 653

2nd Support: 600

1st Resistance: 761

2nd Resistance: 800 (\$ per tonne)

US wheat futures July23 were up by 7% to 733.25, during the week made low at 676.25, high at 747. Market is currently trading below 50 and 100 DMA while taking support from 9 and 18 DMA. Indicator MACD and Oscillator is indicating firm momentum. We expect prices to trade with firm bias in coming weeks.

Technical Analysis (Domestic market)

Wheat-Technical Outlook:

Kanpur Market Prices

Technical Chart





Technical Commentary:

- Spot market prices of Kanpur show sideways to slight firm during week under review and made a low of 2362, high of 2400 and closed at 2380.
- Market is currently trading below 50 DMA and taking support from 9, 18, 100 DMA.
- 2300 is near term support and 2450 would be resistance.
- Market participants are recommended to buy near 2300 and wait to sell above 2500.

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