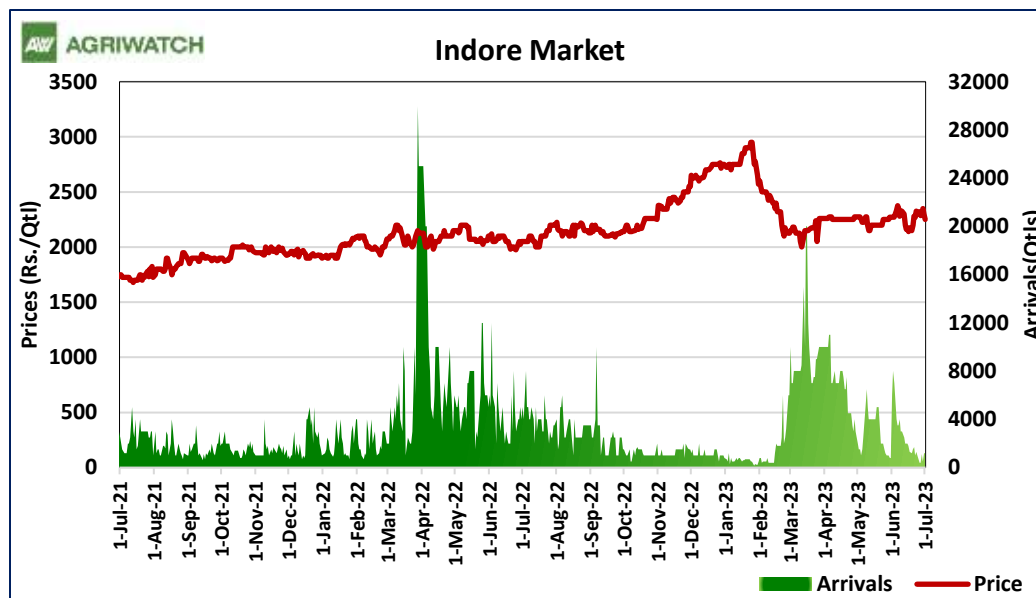


Wheat Weekly Research Report

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 July-23**
- ❖ **Spot Market Technical**



- Mixed sentiments were observed in major cash markets amid OMSS release and good demand from millers. Good demand from miller's side pushed the weekly average prices on higher side in Indore market by 2% and stood at Rs.2300.83 per quintals. While in Rajasthan and Delhi prices were on down side amid OMSS release in the country.
- During first e-auction which was held on 26th June, 2023 around 0.8 LMT of Wheat has been sold out of 4 LMT offered. Next auction would be 5th July, 2023 in which both the Rice and Wheat would be offered at Reserve price of Rs.2150 per quintals for FAQ Wheat and Rs.3100 per quintals for Rice.

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.

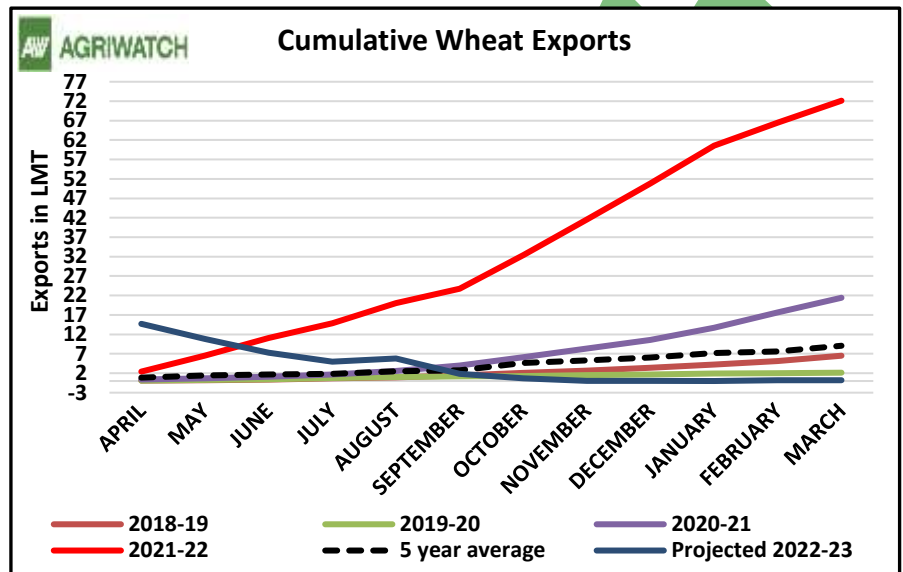
State-wise Procurement:

| 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 predicts that prices are expected to remain stable in the forthcoming week. The implementation of the Open Market Sale Scheme (OMSS) is anticipated to provide relief by capping the upward price trend, leading to an estimated downward correction of Rs. 50-75 per quintal. On the global level, especially in U.S. adverse weather conditions are likely to impact prices in coming week also.

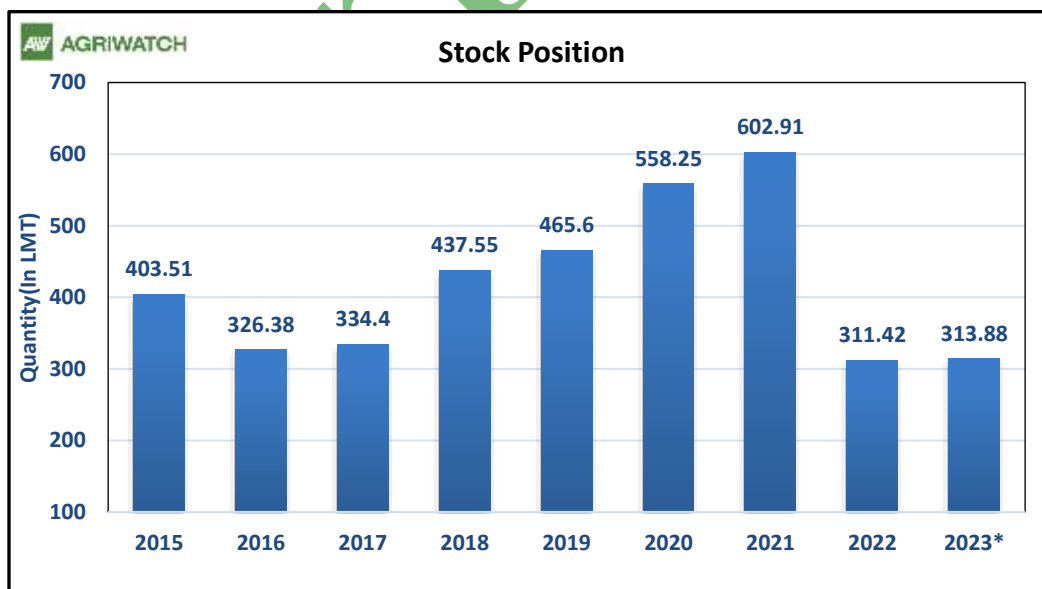
Export:

Currently, Wheat Export has been restricted.



Trade Call: There is no NCDEX trading currently.

Central Pool Stock Position:



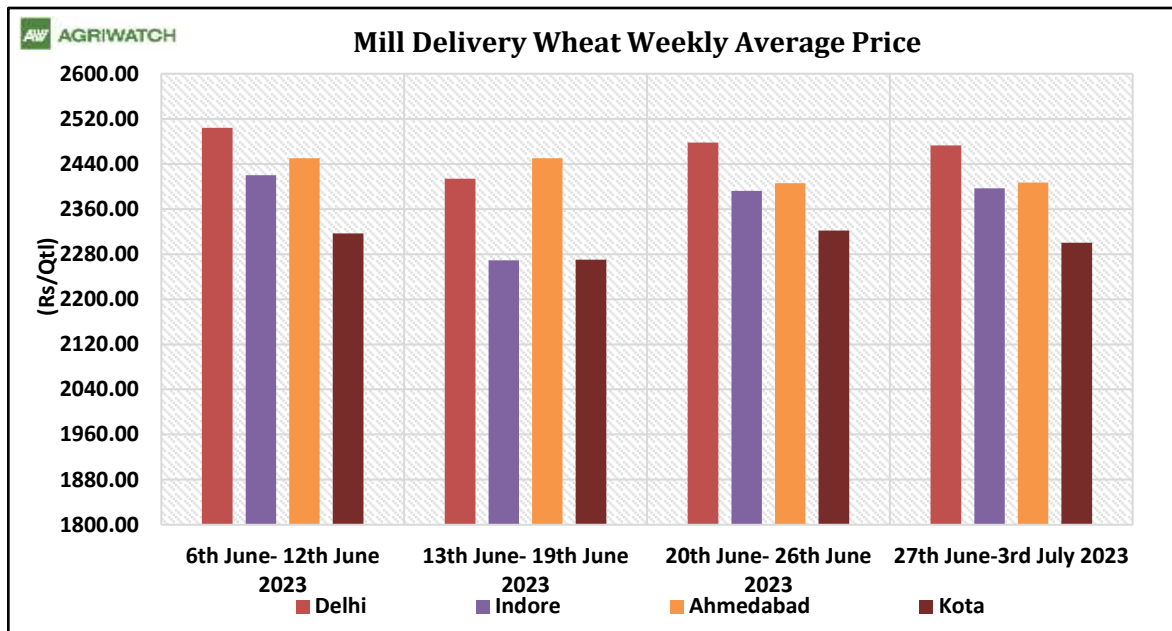
*Till June 1st, 2023

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

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



Source: Agriwatch

Mill delivery prices were on higher side in Indore only while decline in prices have been observed in rest of the markets.

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 |
| | 1-Jul-23 | 24-Jun-23 | 1-Jun-23 | 1-Jul-22 | | |
| Indore | 2350 | 2355 | 2400 | 2137 | 9.97 | -0.21 |
| Delhi | 2460 | 2467 | 2500 | 2287 | 7.56 | -0.28 |
| Kanpur | 2350 | 2365 | 2435 | 2150 | 9.30 | -0.63 |
| Rajkot | 2350 | 2350 | 2350 | 2175 | 8.05 | - |
| Kota | 2350 | 2350 | 2350 | 2180 | 7.80 | - |



| Spot Market Price: | | | | | | | |
|--------------------|--------------------|--------------------|-----------------|-----------|-----------|-----------|----------|
| Centre | Market | Variety | Prices (Rs/Qtl) | | | | |
| | | | Today | Yesterday | Week Ago | Month Ago | Year Ago |
| | | | 1-Jul-23 | 30-Jun-23 | 24-Jun-23 | 1-Jun-23 | 1-Jul-22 |
| Delhi | Lawrence Road | Mill Delivery | 2460 | 2475 | 2470 | 2515 | 2300 |
| | Narella | Mill Quality Loose | 2280 | 2270 | 2300 | 2360 | 2190 |
| | Nazafgarh | Mill Quality Loose | 2300 | 2300 | 2250 | 2350 | 2150 |
| Gujarat | Rajkot | Mill Delivery | 2340 | 2330 | 2300 | 2330 | 2135 |
| | Ahmedabad | Mill Delivery | 2420 | 2410 | 2400 | 2430 | 2300 |
| | Surat | Mill Delivery | 2510 | 2500 | 2500 | 2510 | 2350 |
| | Dhrol | Mill Quality Loose | - | - | 2270 | 2165 | - |
| Madhya Pradesh | Indore | Mill Delivery | 2350 | 2400 | 2450 | 2350 | 2190 |
| | Bhopal | Mill Quality Loose | 2200 | 2200 | Closed | 2250 | 1955 |
| Rajasthan | Kota | Mill Quality Loose | 2150 | 2150 | 2150 | 2200 | 2025 |
| | | Mill Delivery | 2300 | 2300 | 2300 | 2350 | - |
| Uttar Pradesh | Kanpur | Mill Delivery | 2350 | 2350 | 2400 | 2350 | 2150 |
| | Mathura | Mill Quality Loose | 2260 | 2270 | 2280 | 2370 | 2060 |
| | Kosi | Mill Quality Loose | 2225 | 2250 | 2250 | 2280 | 2085 |
| | Hathras | Mill Quality Loose | 2210 | 2225 | 2300 | 2300 | 2070 |
| | Aligarh | Mill Quality Loose | 2220 | 2275 | 2225 | 2350 | 2050 |
| Punjab | Khanna | Mill Quality Loose | 2200 | 2200 | 2200 | 2135 | 2060 |
| | Ludhiana (Jagraon) | Mill Quality Loose | 2150 | 2150 | 2150 | 2130 | 2050 |
| Haryana | Dabwali | Mill Quality Loose | 2215 | 2210 | 2200 | 2225 | 2020 |
| | Hodal | Mill Quality Loose | 2200 | 2200 | 2240 | 2200 | - |
| | Bhiwani | Mill Quality Loose | 2270 | 2270 | 2250 | 2300 | 2080 |
| | Karnal | Mill Quality Loose | 2215 | 2210 | 2200 | 2225 | 2020 |
| | Panipat | Mill Quality Loose | 2225 | 2230 | 2250 | 2260 | 2050 |
| Tamil Nadu | Chennai | Mill Quality | 2700 | 2700 | 2700 | 2750 | 2700 |
| | Madurai | Mill Quality | 2750 | 2750 | 2750 | 2800 | 2750 |
| | Coimbatore | Mill Quality | 2750 | 2750 | 2750 | 2800 | 2750 |
| Bihar | Khagariya | Mill Delivery | 2400 | 2400 | 2400 | 2450 | 2200 |
| | Muzaffarpur | Mill Delivery | 2350 | 2350 | 2380 | 2425 | 2050 |



| 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 | 298.53 |
| Freight Charges (US \$/ton) to Dubai | 42 |
| Insurance @ 0.1% (\$/MT) | 0.30 |
| CIF to Dubai (value in \$ for SRW) | 340.53 |

(INR value: 82.09 as on 01.07.2023)

International Market Update:**(Back to Table of Contents)**

- **For the week ending June 26, French soft wheat rating fall further to 81% compared to 83% in previous week amid ongoing drought conditions.**
- **Buenos Aires Exchange decline the Argentina's Winter Wheat acreage for current year by 0.1 mha to 6 mha amid persisting drought conditions in the country.**
- **Amid drought conditions in Australia USDA have decline the production estimate for 2023-24 at 29 MMT.**
- **As per USDA's recent crop progress report, around 97% of US Winter Wheat has been headed for the week ending 26th June 2023 which was 94% in the previous week. Around 24% has already been harvested so far and 72% was in fair to excellent condition rest in very poor to poor condition. In the case of Spring Wheat around 31% has been headed which was 10% in the previous week. Of which 88% are in fair to Excellent condition rest in poor to very poor condition.**

International Weekly Outlook:

Progressive harvesting pressurizes the export prices while stressful condition of Australian Wheat push prices on higher side.

| 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 |
| | | 29-Jun-23 | 22-Jun-23 | 1-Jun-23 | 29-Jun-22 | | | |
| USA (Chicago) | 2srw | 260 | 292 | 252 | 357 | -27.17 | -10.96 | 3.17 |
| France | FCW3 | 249 | 269 | 246 | 387 | -35.66 | -7.43 | 1.22 |
| Argentina | ASW | 342 | 360 | 378 | 470 | -27.23 | -5.00 | -9.52 |
| Russia | SRW | 230 | 230 | 240 | 420 | -45.24 | - | -4.17 |
| India | FAQ | 299 | 299 | 298 | 283 | 5.57 | -0.25 | 0.26 |
| Australia | ASW | 277 | 273 | 267 | - | - | 1.72 | 3.83 |
| Ukraine | SRW | 214 | 218 | 230 | 375 | -42.93 | -1.83 | -6.96 |

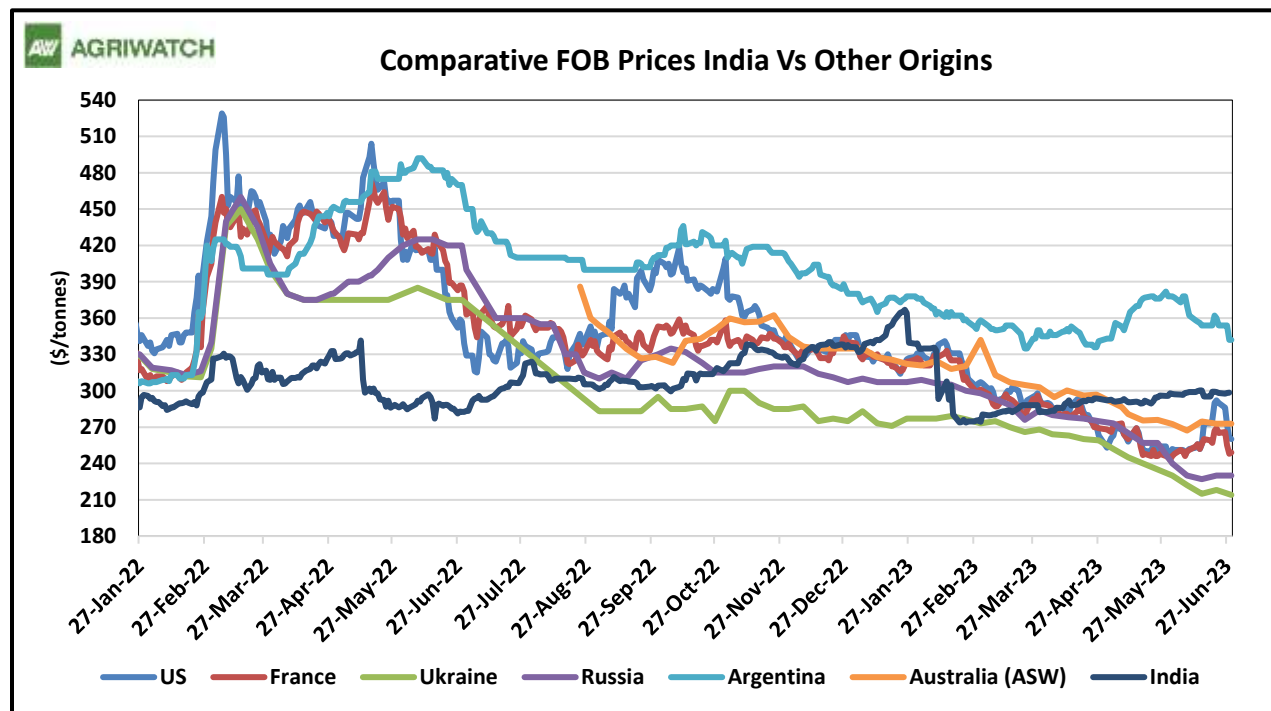
IGC Wheat Global Balance Sheet:

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

| 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:

During week under review, CBOT prices were down amid little release in drought after rainfall in some areas.

| 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 |
| | 30-Jun-23 | 22-Jun-23 | 30-May-23 | 29-Mar-23 | 28-Dec-22 | 30-Jun-22 | |
| Jul-23 | 233.76 | 271.51 | 217.13 | 263.15 | 292.54 | 319.18 | -13.90 |
| Sep-23 | 239.18 | 276.56 | 222.46 | 267.28 | 294.84 | 324.78 | -13.52 |
| Dec-23 | 245.88 | 283.08 | 229.90 | 273.53 | 299.16 | 330.84 | -13.14 |
| Mar-24 | 251.76 | 287.40 | 235.32 | 277.57 | 301.36 | - | -12.40 |
| May-24 | 254.88 | 288.23 | 238.17 | 278.31 | 301.08 | - | -11.57 |
| Jul-24 | 256.35 | 286.66 | 240.28 | 270.59 | - | - | -10.57 |
| Sep-24 | 259.11 | 287.58 | 243.95 | - | - | - | -9.90 |
| Dec-24 | 262.60 | 289.42 | - | - | - | - | -9.27 |

Source: MRCI



Technical Analysis (International market)

US Wheat Futures July -23



1st Support: 646

2nd Support: 600

1st Resistance: 776

2nd Resistance: 876 (\$ per tonne)

US wheat futures July23 were down by 11% to 651, during the week made low at 646, high at 770.25. Market is currently trading below 50 DMA while taking support from 9, 100 and 18 DMA. Indicator MACD and Oscillator is indicating weak 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 weak during week under review and made a low of 2340, high of 2350 and closed at 2350.
- 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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