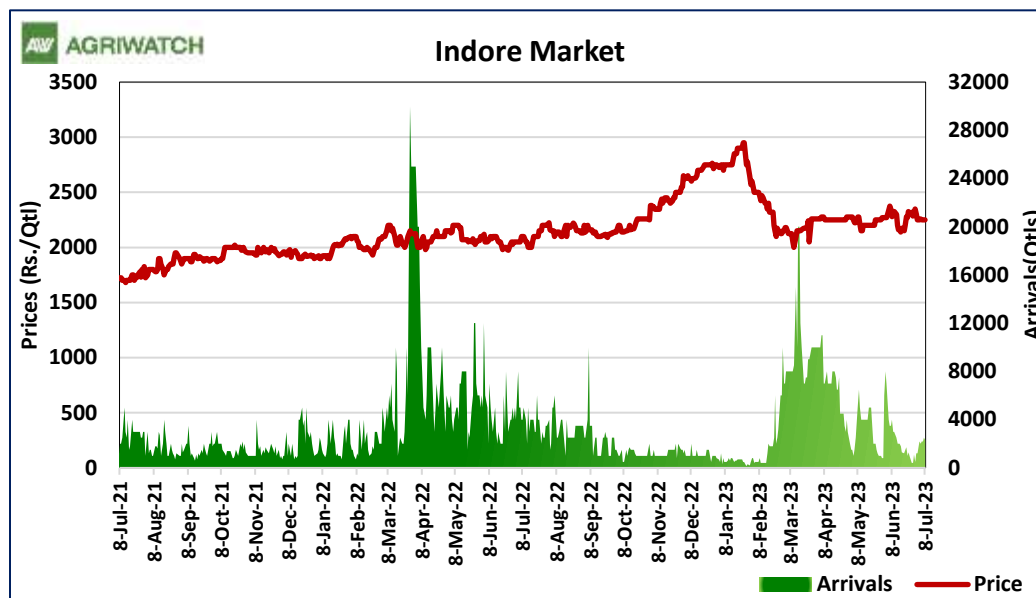


Wheat Weekly Research Report

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Steady to slightly downward sentiments were observed in major Wheat cash markets during week under review. OMSS release had helped in softening the domestic prices. The weekly average prices of benchmark market Indore saw a decline of around Rs.50 per quintal and average prices stood at Rs.2251.66 per quintals down as compared to Rs.2300 per quintals.

As per market sources, in the e-auction which was held on 5th July, 2023 FCI had got bids for around 1.2 LMT Wheat out of 4 LMT offered from around 1340 bulk buyers.

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.

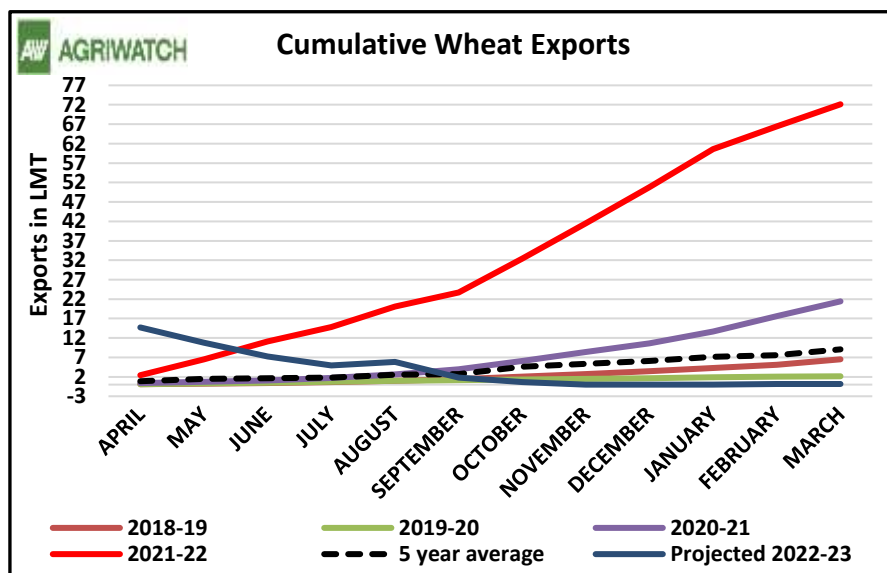
State-wise Procurement:

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: The Food Corporation of India (FCI) has recently notified that tenders will be floated every Friday, with the auction taking place on Wednesday each week. AgriWatch expects that due to these tenders' a downward trend is likely to follow in the coming week also and a downward correction of Rs.50 per quintal has been expected among domestic markets of Wheat.

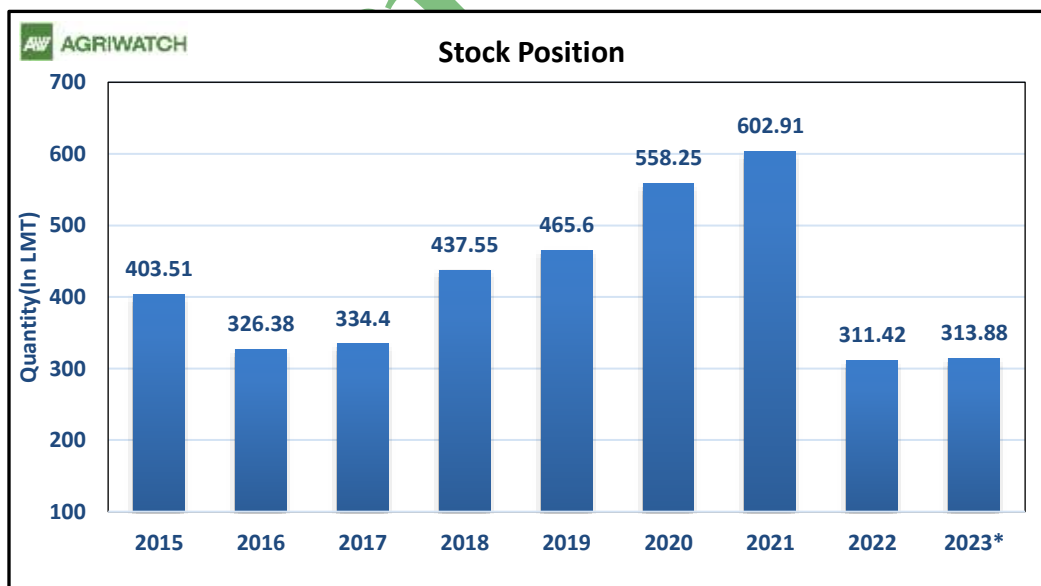
Export:

Currently, Wheat Export has been restricted.



Trade Call: There is no NCDEX trading currently.

Central Pool Stock Position:



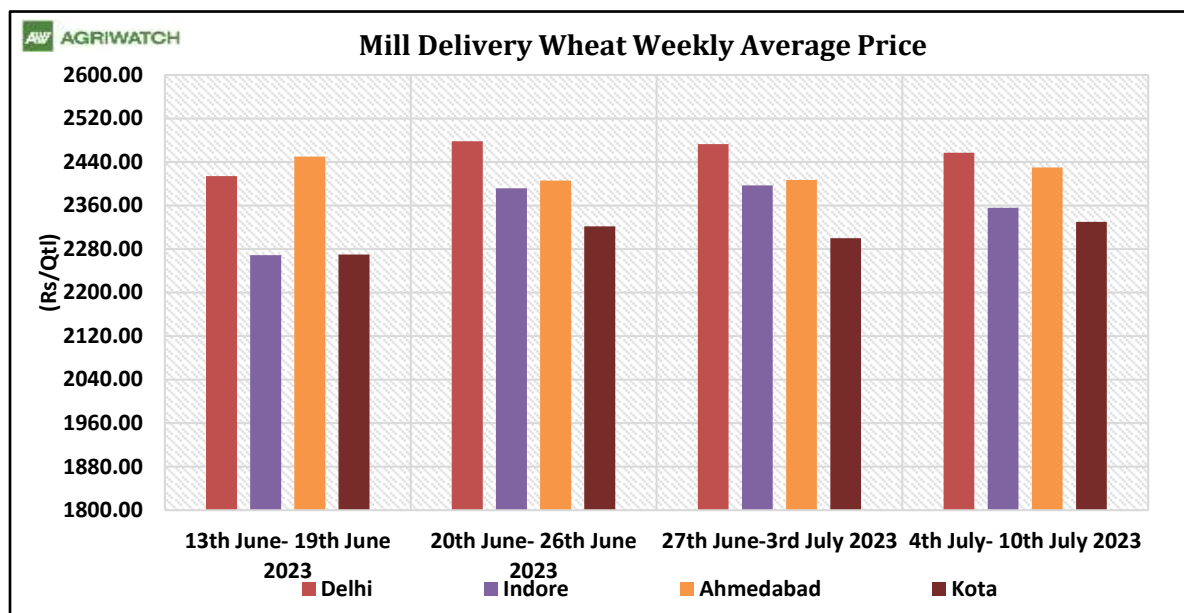
*Till June 1st, 2023

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. While as per news circulating around in the market, as of July 1st FCI had around 300.90 LMT which is higher than buffer norm of 275.80 LMT up to July 1st.

Wheat Weekly Average Price Chart

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Source: Agriwatch

Mill delivery prices in Indore and Delhi markets were on down side while good demand keeps prices on higher side in Rajkot and Kota.

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
	8-Jul-23	1-Jul-23	8-Jun-23	8-Jul-22		
Indore	2350	2350	2365	2157	8.95	-
Delhi	2450	2460	2492	2312	5.97	-0.41
Kanpur	2345	2350	2420	2177	7.72	-0.21
Rajkot	2350	2350	2350	2225	5.62	-
Kota	2350	2350	2375	2275	3.30	-

Domestic Market Weekly Prices:
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Spot Market Price:							
Centre	Market	Variety	Prices (Rs/Qtl)				
			Today	Yesterday	Week Ago	Month Ago	Year Ago
			8-Jul-23	7-Jul-23	1-Jul-23	8-Jun-23	8-Jul-22
Delhi	Lawrence Road	Mill Delivery	2470	2470	2460	2500	2325
	Narella	Mill Quality Loose	2270	2280	2280	2350	2125
	Nazafgarh	Mill Quality Loose	2290	2260	2300	2325	2110
Gujarat	Rajkot	Mill Delivery	2350	2350	2340	2340	2250
	Ahmedabad	Mill Delivery	2450	2450	2420	2450	2380
	Surat	Mill Delivery	2550	2540	2510	2530	2450
	Dhrol	Mill Quality Loose	2230	2210	NA	2305	2070
Madhya Pradesh	Indore	Mill Delivery	2360	2360	2350	2400	2220
	Bhopal	Mill Quality Loose	Closed	2200	2200	2250	1950
Rajasthan	Kota	Mill Quality Loose	2175	2175	2150	2170	2150
		Mill Delivery	2350	2350	2300	2275	-
Uttar Pradesh	Kanpur	Mill Delivery	2320	2325	2350	2400	2200
	Mathura	Mill Quality Loose	2270	2270	2260	2330	2150
	Kosi	Mill Quality Loose	2225	2225	2225	2250	2115
	Hathras	Mill Quality Loose	2200	2200	2210	2350	2140
	Aligarh	Mill Quality Loose	2260	2260	2220	2280	2150
Punjab	Khanna	Mill Quality Loose	2180	2180	2200	2170	2050
	Ludhiana (Jagraon)	Mill Quality Loose	2150	2150	2150	2125	2040
Haryana	Dabwali	Mill Quality Loose	2220	2175	2215	2240	2035
	Hodal	Mill Quality Loose	2210	2210	2225	2270	2070
	Bhiwani	Mill Quality Loose	2270	2260	2225	2300	2100
	Karnal	Mill Quality Loose	2300	2300	2350	2350	2150
	Panipat	Mill Quality Loose	2325	2325	2325	2200	2150
Tamil Nadu	Chennai	Mill Quality	2750	2750	2700	2750	2700
	Madurai	Mill Quality	2800	2800	2750	2800	2750
	Coimbatore	Mill Quality	2800	2800	2750	2800	2750
Bihar	Khagariya	Mill Delivery	2400	2400	2400	2500	2200
	Muzaffarpur	Mill Delivery	2360	2360	2350	2450	2130

FOB & CIF Quote for Wheat at Kandla

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Particulars	At Kandla
Mill delivery (Rajkot)	23500
Freight charge	550
Misc. Charges (port handling)	650
FOB (at Kandla Rs/T)	24700
FOB value in \$ for FAQ	298.42
Freight Charges (US \$/ton) to Dubai	42
Insurance @ 0.1% (\$/MT)	0.30
CIF to Dubai (value in \$ for SRW)	340.42

(INR value: 82.77 as on 06.07.2023)

International Market Update:

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- **EU Soft Wheat exports up by 12% as compared to previous year and stood at 311 LMT** for the week ending 30 June.
- **US Weekly export reached 3.36 LMT during week under review which are up by 64.5%** as compared to previous week.
- **As per USDA's recent crop progress report, around 37% of US Winter Wheat has been harvested** for the week ending 2nd July 2023 which was 24% in the previous week and 52% in previous year. Around 69% was in fair to excellent condition rest in very poor to poor condition. In the case of Spring Wheat around 51% has been headed which was 31% in the previous week. Of which 88% are in fair to Excellent condition rest in poor to very poor condition.
- **The US has approached India,** to seek their assistance in persuading Russia to extend the Ukraine-Russia corridor deal, which is set to expire on July 17th.

International Weekly Outlook:

Good weather coupled with progressive harvesting in US and France has pushed prices down amid good supply side. However, in Russia after around one year of continuous decline in prices there was slight surge in export prices by 2.17% as compared to previous week amid good demand from importers.

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
		6-Jul-23	29-Jun-23	8-Jun-23	6-Jul-22			
USA (Chicago)	2srw	256	260	250	315	-18.73	-1.54	2.40
France	FCW3	248	249	250	344	-27.91	-0.40	-0.80
Argentina	ASW	340	342	370	431	-21.11	-0.58	-8.11
Russia	SRW	235	230	230	380	-38.16	2.17	2.17
India	FAQ	298	299	298	294	1.62	-0.04	0.05
Australia	ASW	279	277	275	-	-	0.72	1.76
Ukraine	SRW	200	214	222	355	-43.66	-6.54	-9.91

IGC Wheat Global Balance Sheet:

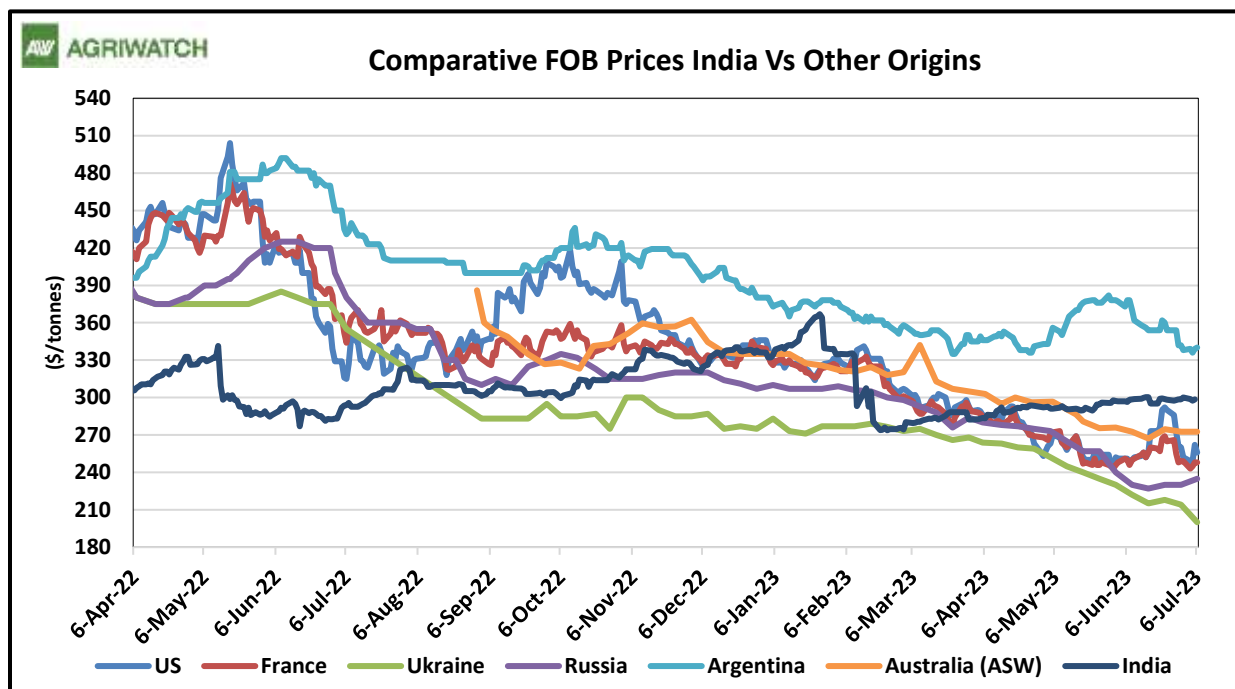
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IGC Forecast (Fig-In MMT)	2020-21	2021-22 est.	2022-23 F'cast	2023-24 Projected	
				18.05.23	29.06.23
Production	774	781	803	783	786
Trade	190	197	200	194	197
Consumptions	771	784	795	795	803
Carryover stocks	279	274	283	271	264
Y-O-Y change	2	-3	8	-12	-17
Major Export	58	60	68	57	52

Source: IGC

- The trade projection for 2023-24 is expected around 197 MMT lower than previous year.
- Consumption too has been increased to 803 MMT from 795 MMT previous year.
- Carryout for 2022-23 is forecasted at 264 MMT up by 6 MMT as compared to previous estimate.
- IGC has projected production at around 786 MMT which is up as compared to previous estimate, and Trade is projected around 197 MMT up as compared to previous estimate.

International FOB Weekly Price Movement:



CBOT FUTURES CONTRACT:

During week under review, CBOT prices were down amid harvesting progress in US.

CBOT Futures Prices:(USD/T)							
CONTRACT MONTH	Current Week 7-Jul-23	Week Ago 29-Jun-23	Month Ago 7-Jun-23	3 Month Ago 5-Apr-23	6 Month Ago 4-Jan-23	Year Ago 7-Jul-22	% Change over prev. week
Jul-23	234.95	239.91	226.59	255.25	278.49	302.92	-2.07
Sep-23	238.63	245.24	230.64	260.21	281.52	307.33	-2.70
Dec-23	244.87	251.49	237.16	266.92	286.39	312.93	-2.63
Mar-24	250.57	256.81	242.67	271.23	289.05	-	-2.43
May-24	253.60	259.48	245.97	272.43	288.96	-	-2.27
Jul-24	254.79	260.30	247.63	266.37	-	-	-2.12
Sep-24	257.36	262.42	250.93	-	-	-	-1.93
Dec-24	260.95	265.45	-	-	-	-	-1.70

Source: MRCI

Technical Analysis (International market)

US Wheat Futures Sept -23



1st Support: 630

2nd Support: 595

1st Resistance: 794

2nd Resistance: 850 (\$ per tonne)

US wheat futures Sept23 were down by 0.23% to 649.50, during the week having made a low of 639.50 and high of 679.90. Market is currently trading below 50 DMA and 100 DMA while taking support from 9, and 18 DMA. Indicator MACD and Oscillator is indicating steady momentum. We expect prices to breach further the level of 600 and then are expected to move upward.

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 2345, high of 2355 and closed at 2345.
- Market is currently trading below 50 DMA and taking support from 9, 18, 100 DMA.
- 2300 is the near term support and 2500 would be resistance.
- Market participants are recommended to buy near 2300 and wait to sell above 2500.

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