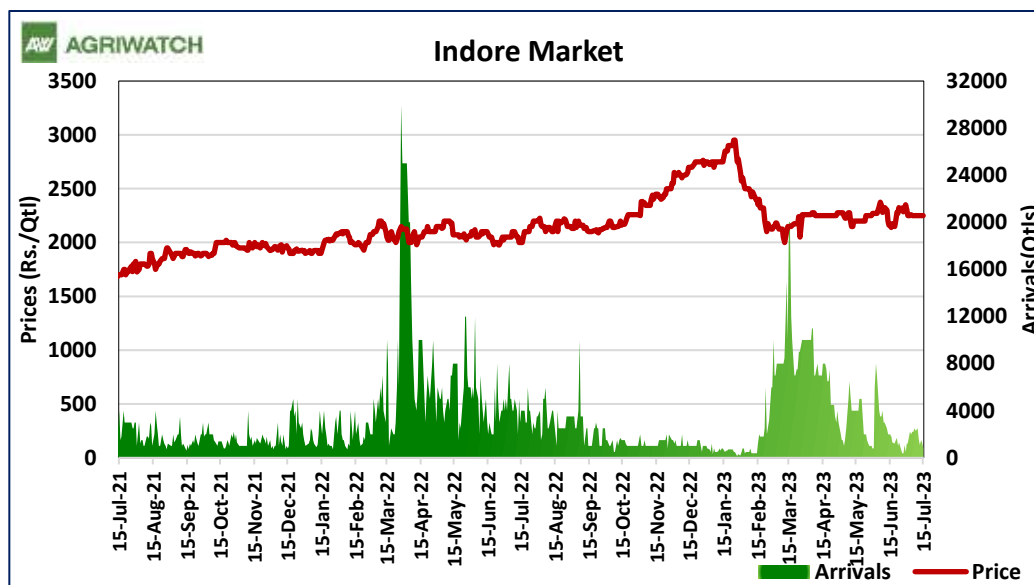


Wheat Weekly Research Report

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Steady to slightly downward sentiments were observed in major Wheat cash markets during the week under review. The OMSS releases to the buyers and low release by other sellers who hold for higher prices held prices in range during the past week. In the Indore market also, prices remain same as in the previous week.

As per market sources, in third e-auction which was held on 12th July, 2023 FCI received bids for around 1.70 LMT Wheat out of 4.10 LMT offered. The weighted average selling price for FAQ Wheat was Rs.2156.66 per quintals against reserve price of Rs.2150 per quintals.

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.

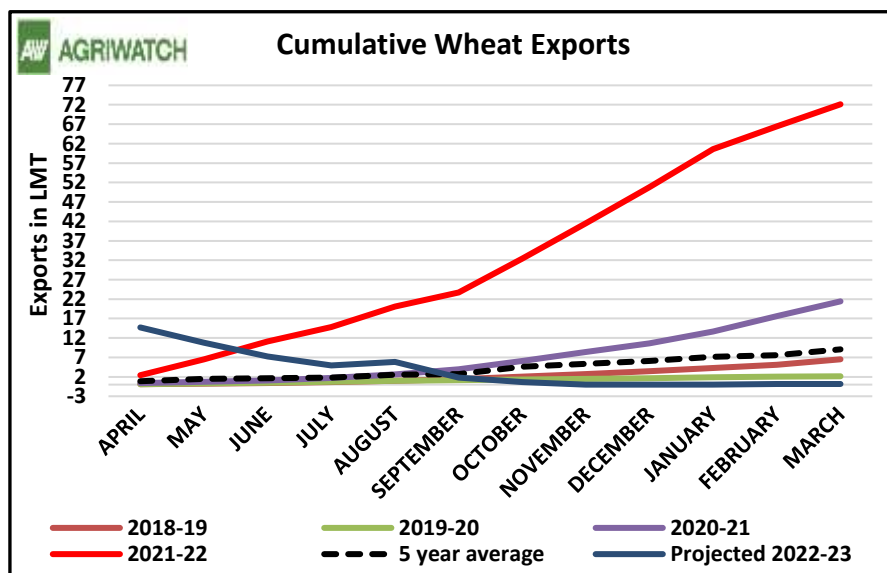
State-wise Procurement:

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	262

Outlook: The Food Corporation of India (FCI) has recently restricted traders from participation in ongoing tenders; only flour millers/processors are allowed to bid. This step has been taken to avoid hoarding by traders. AgriWatch expects that prices are likely to remain steady to slight downward in the coming week and down correction of Rs.20-50 per quintals is expected.

Export:

Currently, Wheat Export has been restricted.



Trade Call: There is no NCDEX trading currently.

Central Pool Stock Position:



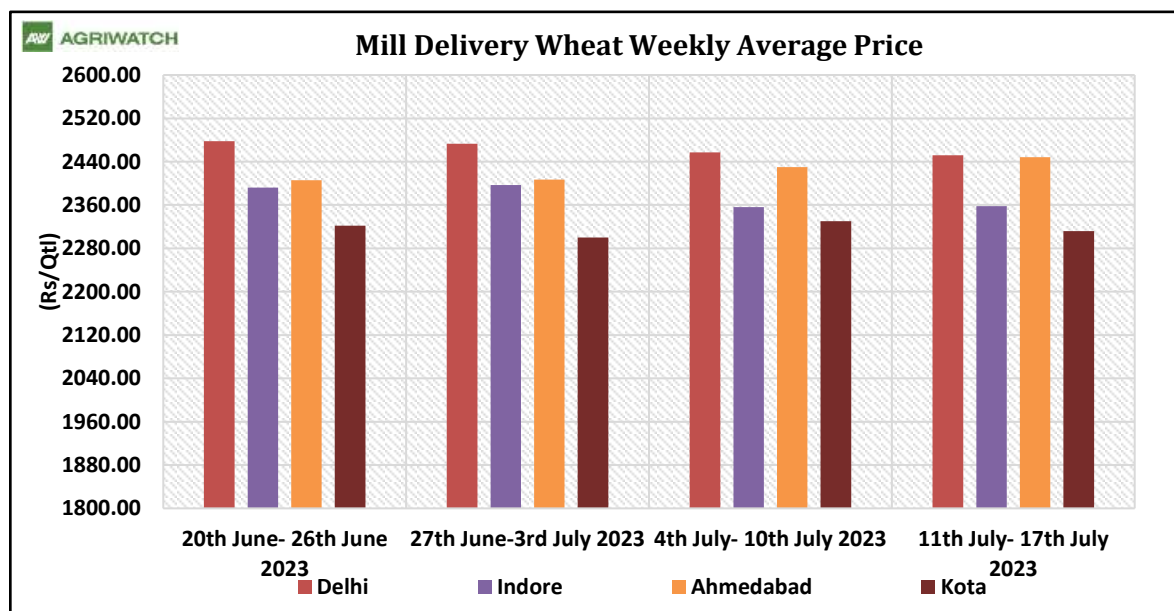
*Till July 1st, 2023

As depicted from the above chart, the Central Pool Wheat stock was recorded at 301.45 LMT as of July 1st-2023, which is up by 6% as compared to the previous year. However, it remains higher than

the buffer norms of 275.80 LMT for the 1st July, by 9%. Out of total most of the stocks are being held with M.P (100.42 LMT) followed by Punjab with 87.92 LMT and Haryana with 50.33 LMT.

Wheat Weekly Average Price Chart

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Source: Agriwatch

Mill delivery prices in Kota and Delhi markets went down while in Indore prices stayed steady and in Ahmedabad good demand kept prices on the higher side.

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
	15-Jul-23	8-Jul-23	15-Jun-23	15-Jul-22		
Indore	2340	2350	2275	2236	4.65	-0.43
Delhi	2428	2450	2400	2350	3.32	-0.90
Kanpur	2350	2345	2295	2300	2.17	0.21
Rajkot	2350	2350	2350	2300	2.17	-
Kota	2350	2350	2300	2775	-15.32	-



Spot Market Price:							
Centre	Market	Variety	Prices (Rs/Qtl)				
			Today	Yesterday	Week Ago	Month Ago	Year Ago
			15-Jul-23	14-Jul-23	8-Jul-23	15-Jun-23	15-Jul-22
Delhi	Lawrence Road	Mill Delivery	2450	2450	2470	2400	2360
	Narella	Mill Quality Loose	2280	2280	2270	2270	2200
	Nazafgarh	Mill Quality Loose	2300	2300	2290	2250	2140
Gujarat	Rajkot	Mill Delivery	2360	2360	2350	Closed	2260
	Ahmedabad	Mill Delivery	2440	2440	2450	Closed	2400
	Surat	Mill Delivery	2500	2500	2550	Closed	2460
	Dhrol	Mill Quality Loose	2300	2280	2230	Closed	2280
Madhya Pradesh	Indore	Mill Delivery	2350	2360	2360	2260	2150
	Bhopal	Mill Quality Loose	2250	2250	Closed	2200	2000
Rajasthan	Kota	Mill Quality Loose	2150	2150	2175	2100	2100
		Mill Delivery	2300	2300	2350	2250	2250
Uttar Pradesh	Kanpur	Mill Delivery	2310	2300	2320	2325	2170
	Mathura	Mill Quality Loose	2225	2200	2270	2200	2170
	Kosi	Mill Quality Loose	2180	2200	2225	2150	2110
	Hathras	Mill Quality Loose	2300	2300	2200	2150	2100
	Aligarh	Mill Quality Loose	2225	2225	2260	2200	2100
Punjab	Khanna	Mill Quality Loose	2150	2160	2180	2220	2070
	Ludhiana (Jagraon)	Mill Quality Loose	2125	2130	2150	2160	2050
Haryana	Dabwali	Mill Quality Loose	2210	2200	2220	2160	2040
	Hodal	Mill Quality Loose	2210	2210	2150	2160	-
	Bhiwani	Mill Quality Loose	2225	2225	2280	2170	2130
	Karnal	Mill Quality Loose	2210	2200	2220	2160	2040
	Panipat	Mill Quality Loose	2210	2185	2210	2180	2070
Tamil Nadu	Chennai	Mill Quality	2750	2750	2750	2700	2700
	Madurai	Mill Quality	2800	2800	2800	2750	2750
	Coimbatore	Mill Quality	2800	2800	2800	2750	2750
Bihar	Khagariya	Mill Delivery	2375	2375	2400	2350	2250
	Muzaffarpur	Mill Delivery	2300	2300	2360	2275	2200



Particulars	At Kandla
Mill delivery (Rajkot)	23600
Freight charge	550
Misc. Charges (port handling)	650
FOB (at Kandla Rs/T)	24800
FOB value in \$ for FAQ	302.33
Freight Charges (US \$/ton) to Dubai	42
Insurance @ 0.1% (\$/MT)	0.30
CIF to Dubai (value in \$ for SRW)	344.33

(INR value: 82.13 as on 15.07.2023)

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

- **In the latest July WASDE report, there has been a downward revision in the** estimated world wheat production, now projected at 796 million metric tons (MMT). This decrease has been attributed to lower estimates for key regions such as the European Union, Argentina, and Canada. Similarly, the forecast for wheat imports has also been revised downwards, with expected imports now standing at 207.96 MMT, down from the previous estimate of 209.54 MMT. Conversely, world consumption is anticipated to rise due to an increase in feed and residual use in China. Consequently, with the decline in production and imports, the projected ending stocks are expected to be lower at 266.73 MMT, compared to the previous estimate of 270.71 MMT.
- **As per data given Buenos Aires Exchange Argentina's Wheat production is likely to be around 15.6 MMT** down from its previous estimate of 16.2 MMT amid ongoing dry weather conditions.
- **As per USDA report, 46% of Winter Wheat has already been harvested for the week ending July 9th, 2023** which was down as compared to 62% in previous year. Out of which 72% is in good to excellent condition and rest in poor condition higher than in previous year. In case of Spring Wheat, 72% has been headed up as compared to 41% in previous year. Out of which 84% is in good to excellent condition down as compared to 95% in previous year. Overall, it indicates that spring crop condition in US is not as good as it is in previous year.
- **Keeping in view good export demand and recent tenders Agriculture consultancy of Russia, Sovecon has raised the Russian Wheat exports forecast by 1.5 MMT at 47.20 MMT** during past week.

International Weekly Outlook:

Concerns over dry weather in Australia took prices up by 2.88% as compared to previous week and the higher production estimate in latest WASDE for US Wheat kept prices down by 3.52% as compared to previous week. Amid good demand France Wheat prices were on higher side by 1.61% as compared to past week.

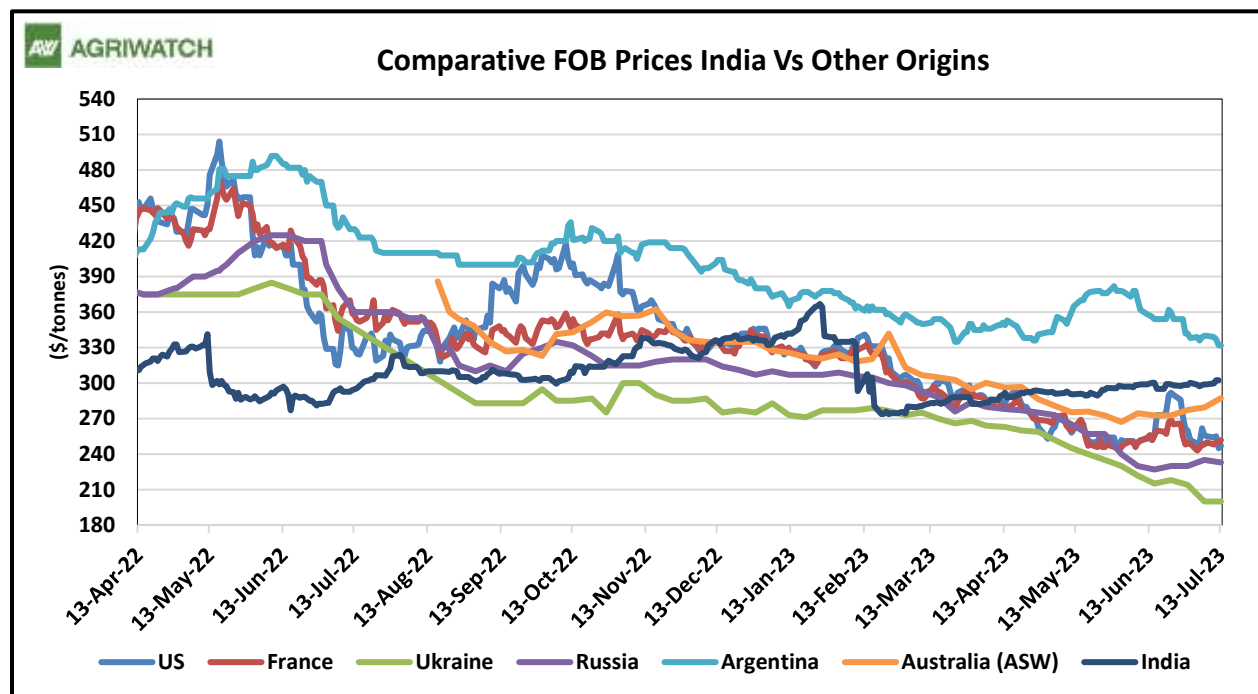
Indicative FOB Quotes:								
Wheat FOB	Variety	Current Week	Week Ago	Month Ago	Year Ago	% Change over Prev. Year	% Change over Prev. Week	% Change over Prev. Month
		13-Jul-23	6-Jul-23	15-Jun-23	13-Jul-22			
USA (Chicago)	2srw	247	256	256	329	-24.92	-3.52	-3.52
France	FCW3	252	248	256	357	-29.41	1.61	-1.56
Argentina	ASW	332	340	354	430	-22.79	-2.35	-6.21
Russia	SRW	233	235	227	360	-35.28	-0.85	2.64
India	FAQ	302	298	300	294	2.85	1.31	0.67
Australia	ASW	287	279	273	-	-	2.88	5.41
Ukraine	SRW	200	200	215	-	-	-	-6.98

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 at 197 MMT, lower than previous year.
- Consumption 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	Week Ago	Month Ago	3 Month Ago	6 Month Ago	Year Ago	% Change over prev. week
	14-Jul-23	6-Jul-23	14-Jun-23	12-Apr-23	11-Jan-23	14-Jul-22	
Sep-23	243.04	241.75	235.60	256.45	279.32	292.08	0.53
Dec-23	250.11	248.55	241.38	262.23	284.28	298.88	0.63
Mar-24	255.99	254.61	246.53	266.00	287.31	-	0.54
May-24	258.83	257.73	249.56	266.92	287.58	-	0.43
Jul-24	260.03	258.93	251.39	261.59	281.06	-	0.43
Sep-24	262.78	261.50	254.88	262.42	-	-	0.49
Dec-24	266.09	264.80	259.20	-	-	-	0.49
Mar-25	268.57	-	-	-	-	-	-

Source: MRCI



Technical Analysis (International market)

US Wheat Futures Sept -23



1st Support: 624

2nd Support: 588

1st Resistance: 857

2nd Resistance: 950 (\$ per tonne)

US wheat futures Sept23 were up by 0.23% to 661, during the week and made a low of 622 and high of 664.80. The 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 remain rangebound in the coming week.

Technical Analysis (Domestic market)

Wheat-Technical Outlook:

Kanpur Market Prices

Technical Chart



**Technical Commentary:**

- Spot market prices of Kanpur show sideways trend during week under review and made a low of 2342, high of 2350 and closed at 2350.
- The 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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