

### Domestic & International Market Highlights:

- Govt decides cut in rice base price under open market plan to boost sales. Food Corp of India** is mulling a reduction in the base price of rice sold at its weekly open market sale scheme to boost private purchases and clear out excess stock from the central pool. A cut in rice price is being considered to reduce the base price as it may help boost demand from private buyers. However, the quantum of the cut is yet to be decided. The government is currently selling rice under the auction scheme at 2,250 rupees per quintal. The private purchases are not very encouraging so far as private buyers can source the grain at lower prices from spot markets. The government needs to offload much more to clear out enough stocks. For 2020-21 (Apr-Mar), the government had aimed to offload 5 mln tn of rice at the weekly auctions from the central pool. So far, it has been able to sell only 547,890 tn rice, which includes 507,650 tn sold to states government.
- Kharif paddy sowing has finally come to an end and acreage under paddy has increased by 30.35 lakh hectares** and reached 396.18 Lakh hectares (up from last year acreage of 365.92 lakh hectares). Except Punjab, area is reported higher in all major producing states. Area in Telangana is reported to 20 lakh hectares which is up by 9 Lakh hectares from last year. Uttar Pradesh area is reported 60 lakh hectares which is almost same to the last year.
- Thailand Unofficial and preliminary rice exports (excluding Hom Mali fragrant rice) for August 10-16, 2020**, totaled 79,353 metric tons, down 1,317 metric tons from the previous week and up 13,245 metric tons from the four weeks moving average of 66,108 metric tons. Rice exports from January 1 – August 16, 2020, totaled 2,527,849 metric tons, down 37 percent from the same period last year.
- Non-basmati rice exporters see huge demand as prices increase in Vietnam and Thailand.** Indian exporters of non-basmati rice have seen a surge in orders after the price of the grain increased in Vietnam and Thailand. Indian rice is now cheaper than the Southeast Asian varieties by almost \$100 per tonne. Export demand for non-basmati rice remains robust due to price rise in Vietnam and Thailand. Their rice is commanding a price of \$490-500 per tonne, whereas our price is around \$400 per tonne. Indian prices have gone up by 3-5% as the rupee has depreciated against the dollar. In the first four months of FY21, non-basmati rice exports from India were up by 35% compared with the same period of FY20. Total exports in the first month were around 3.5 million tonnes. India supplies rice to 170 countries in the world. Supplies to global markets from Vietnam have ebbed after local traders increased their purchases recently and the summer-autumn harvest ended. The rising count of Covid-19 in Vietnam has led to some hoarding of rice. Vietnamese rice prices are expected to stay elevated for the next few months until a new harvest in October.
- Rice prices spiral amid floods, pandemic in Bangladesh . Mill owners in Bangladesh blamed it on a paddy price hike.** But the traders in the capital could not say why prices rose despite a good harvest. Rice prices started spiraling in early August. Until Saturday, the prices rose by at least Tk 150 per 50kg, while prices fell by Tk 300 a year ago. Traders in Mirpur sold Miniket rice at Tk 2,500 to Tk 2,600 per 50kg sack, Nazirshail at Tk 2,550 to Tk 2,600, Paijam and Katari Bhog at Tk 2,300 and BR-28 at Tk 2,150 to Tk 2,200. The government has allowed traders to import rice to boost supply as floods damaged crops, but the traders were not very keen.

- **Cambodia rice export in this seven months from January July was recorded 4.26 lakh tons** which is higher by 1.18 lakh tons from last year corresponding period export. In this year, it is expected that Country would like to export 8 lakh tons of rice.
- **The global export rice market is quite favourable for India right now. In the traditional importing countries of Africa, special attention is being paid to ensure internal food security** due to the increasing outbreak of Corona virus disease and therefore large quantities of rice are being procured from India by government agencies and private traders.
- **Major importing countries are interested to buy rice from India. It is worth noting that in the world of rice exports, India stands first, Thailand second and Vietnam third.** This time due to severe drought in Thailand, there are signs of a decline in rice production, while its export offer price is much higher than usual. In Vietnam also, the old exportable rice stock is almost exhausted, while the new paddy will not arrive before October. In view of this, Vietnamese exporters are not currently taking any new orders.
- **Government rice sales under OMSS 5.48 lakh tonnes. Wheat and rice are sold under the Open Market Sales Scheme (OMSS)** by the government with the objective of reducing prices in the central pool and controlling prices by increasing supply and availability in the open market. For this, e-auction sale is conducted on a weekly basis by Food Corporation of India (FCI). The government has reduced the price of rice with OMSS to Rs 2250 per quintal, which is its minimum reserve price. According to the available data, during the current financial year (April-2020-March 2021), a target has been set to sell 5 million tonnes of rice, of which 5.48 lakh tonnes were sold by the third week of August. Under this, a total of about 1.87 lakh tonnes of rice were sold in April 2020, out of which 25 thousand tonnes were purchased by bulk consumers and the remaining 1.62 lakh tonnes were procured by the State Governments.
- **Source says 4 states seek extension for rice procurement till Sep 30. At least four states have** written to the central government seeking an extension till Sep 30 to procure rice for 2019-20 (Oct-Sep), since procurement has taken a hit on account of heavy rain recently. The current deadline for procurement of rabi rice is Sep 15. States like West Bengal, Maharashtra, Tamil Nadu, and Assam have sought an extension as they feel that the procurement will not be over. These four states are major rabi rice growers and key contributors to the central pool. West Bengal and Tamil Nadu have sought extension citing delay in the arrival of the rabi crop and a subsequent lag in starting procurement due to the nationwide lockdown to curb the spread of COVID-19. The nationwide lockdown began from Mar 25 and was partially lifted from June. Usually, rabi crop arrivals are delayed in Tamil Nadu and West Bengal as they are sown late. This year the further delay in starting the procurement operations due to the lockdown has also hit government purchases.
- **India's export price of 5% broken parboiled variety rose to USD 383-USD 389 per tonne this** week against USD 382-USD 387 previous week, even as exporters struggling to fulfil orders due to limited stocks in pipeline and shortage of containers and workers at the Kakinada which is one of the country's biggest rice handling port. Demand is huge for Indian rice due to lower prices, but exports are getting affected by floods and the corona virus outbreak in major exporting states.
- **Global production of rice is estimated to increase by around 4.3 million tonnes during the** current year compared to last year, while demand is expected to remain strong in major importing countries due to the Corona epidemic. In view of this, the US Department of Agriculture (USDA)

has expected the global trade in rice to increase by about 2.8 million tonnes during the 2020-21 season as compared to 2019-20 season.

- **As per USDA, the total global consumption of rice is expected to be 49.09 million tonnes in the 2019-20 season, which can rise to above 49.65 million tonnes in the 2020-21 season and the remaining surplus stock of 18.52 million tonnes of rice will be present at the end of the season.**
- **Government's big decision on basmati and non-basmati rice, export rules relaxed.**The Central Government (Government of India) has decided to relax the terms of export of Basmati Rice Export and Non-Basmati Rice Export. This exemption is given in export for European countries. The Ministry of Commerce has issued a notification. Let you know that India is the world's largest rice exporting country with 25 percent global share. Basmati rice during April 11 to February, first 11 months of FY 2019-20 Exports of 38.36 lakh tonnes have been slightly lower than 38.55 lakh tonnes in the same period of the last financial year. Basmati rice exports by value have been valued at Rs 27,427 crore during April-February of FY 2019-20 as against Rs 28,604 crore in the previous financial year. Non-basmati rice exports for FY 2019- In the first 11 months of 20, it was reduced to 46.56 lakh tonnes, while in the last financial year it exported 68.25 lakh tonnes. The demand for basmati rice continues to be sustained by Saudi Arabia, Yemen, the US and European countries. The import demand of these countries has been good even during the Corona virus epidemic, due to which the prices of rice and paddy have improved in the domestic market.

| Rice Daily Prices: |                           |                 |          |        |
|--------------------|---------------------------|-----------------|----------|--------|
| State/Centre       | Variety                   | Prices (Rs/Qtl) |          | Change |
|                    |                           | 8-Sep-20        | 7-Sep-20 |        |
| Delhi (Naya Bazar) | 1121 Paddy                | 2730            | 2766     | -36    |
|                    | 1509 Paddy                | 2050            | 2066     | -16    |
|                    | DB Paddy                  | 2600            | 2600     | Unch   |
|                    | Traditional Basmati Paddy | 4050            | 4050     | Unch   |
|                    | Basmati Rice (Raw Wand)   | 8800            | 8800     | Unch   |
|                    | SarbatiSella Wand         | 3450            | 3450     | Unch   |
|                    | SBT Raw Wand              | 3550            | 3550     | Unch   |
|                    | ParmalSella wand          | 3800            | 3800     | Unch   |
|                    | Parmal Steam Wand         | 3800            | 3800     | Unch   |
|                    | Parmal Raw                | 2800            | 2800     | Unch   |
|                    | DB Raw Wand               | 5700            | 5700     | Unch   |
|                    | 1121 Raw Wand             | 6200            | 6200     | Unch   |
|                    | 1121 Sella Wand           | 5100            | 5100     | Unch   |
|                    | 1121 Steam Wand           | 6200            | 6200     | Unch   |
|                    | 1509 Steam Wand           | 4900            | 4900     | Unch   |
|                    | 1509 Sella Wand           | 3800            | 3800     | Unch   |
|                    | Sugandha Steam            | 4500            | 4500     | Unch   |
| Punjab (Amritsar)  | SarbatiSella Rice         | 3300            | 3300     | Unch   |
|                    | Sarbati Raw Rice          | 3450            | 3450     | Unch   |

|                                |                                    |      |      |      |
|--------------------------------|------------------------------------|------|------|------|
|                                | Sarbati Steam(New Crop)            | 3650 | 3650 | Unch |
|                                | Basmati Rice Raw                   | 8650 | 8650 | Unch |
|                                | Basmati Paddy                      | 4050 | 4050 | Unch |
|                                | ParmalGovt Quality/47              | 2900 | 2900 | Unch |
|                                | Parmal Steam Wand/47               | 3650 | 3650 | Unch |
|                                | 1121 Steam Wand                    | 6050 | 6050 | Unch |
|                                | 1121 Sella Wand                    | 4950 | 4950 | Unch |
|                                | 1121 Paddy                         | 2730 | 2766 | -36  |
|                                | 1509 Paddy                         | 2050 | 2000 | 50   |
|                                | 1509 Sella                         | 3650 | 3650 | Unch |
|                                | 1509 Steam                         | 4750 | 4750 | Unch |
| Haryana (Karnal)               | Basmati Rice Raw                   | 8700 | 8700 | Unch |
|                                | Sarbati Steam(New Crop)            | 3700 | 3700 | Unch |
|                                | SarbatiSella                       | 3350 | 3350 | Unch |
|                                | Parmal Raw Rice/14/13/47           | 2700 | 2700 | Unch |
|                                | IR8                                | 2900 | 2900 | Unch |
|                                | 1121 Sella Wand                    | 5000 | 5000 | Unch |
|                                | 1121 Paddy                         | 2730 | 2766 | -36  |
|                                | ParmalSella/47                     | 3700 | 3700 | Unch |
|                                | DB Sella Wand                      | 5100 | 5100 | Unch |
|                                | DB Steam                           | 5700 | 5700 | Unch |
|                                | 1121 Steam                         | 6100 | 6100 | Unch |
|                                | Basmati Paddy 31no.                | 3500 | 3500 | Unch |
|                                | PR-Steam                           | 3700 | 3700 | Unch |
|                                | 1509 Paddy                         | 2000 | 2000 | Unch |
|                                | 1509 sella                         | 3700 | 3700 | Unch |
| West Bengal (Kolkata)          | Swarna Parboiled 5% Silky Sortex   | 2600 | 2600 | Unch |
|                                | Swarna Parboiled 100% Silky Sortex | 2350 | 2350 | Unch |
|                                | IR-36 Parboiled 5% Silky Sortex    | 2400 | 2400 | Unch |
|                                | IR-64 Parboiled 25% Silky Sortex   | 2400 | 2400 | Unch |
|                                | Miniket 5% Broken                  | 3000 | 3000 | Unch |
|                                | GobindBhog                         | 5700 | 5700 | Unch |
| Andhra Pradesh (Kurnool)       | Sona Fine (Rice)                   | 4000 | 4000 | Unch |
| Andhra Pradesh (Machilipatnam) | B.P.T Raw (Rice)                   | 3200 | 3200 | Unch |
| Chhattisgarh (Bhatapara)       | HMT                                | 4100 | 4100 | Unch |
|                                | Shri Ram                           | 4700 | 4700 | Unch |
|                                | Vishnu Bhog                        | 7400 | 7400 | Unch |
|                                | Dugraj                             | 3500 | 3500 | Unch |

|                                |                             |       |       |      |
|--------------------------------|-----------------------------|-------|-------|------|
|                                | Swarna                      | 2400  | 2400  | Unch |
| Chhattisgarh (Rajim)           | Swarna 5% Broken            | 2400  | 2400  | Unch |
|                                | BPT Boiled                  | 2650  | 2650  | Unch |
|                                | BPT Steam                   | 3075  | 3080  | -5   |
|                                |                             |       |       |      |
| Maharashtra (Nagpur)           | HMT Raw                     | 4100  | 4100  | Unch |
|                                | Shri Ram Best               | 4300  | 4300  | Unch |
|                                | Best Chinnur                | 4500  | 4500  | Unch |
|                                | BPT                         | 3000  | 3000  | Unch |
|                                | Rupali                      | 3100  | 3100  | Unch |
| Maharashtra (Gondia)           | IR-36 SELLA                 | 2570  | 2570  | Unch |
|                                | HMT RAW                     | 3850  | 3850  | Unch |
|                                | BPT Parboiled               | 3050  | 3050  | Unch |
| Karnatka (Raichur)             | Sona Steam                  | 3900  | 3900  | Unch |
|                                | Sona Raw                    | 3700  | 3700  | Unch |
|                                | Ganga Kaveri                | 3300  | 3300  | Unch |
|                                | HMT                         | 4300  | 4300  | Unch |
| Telangna (Nizamabad)           | BPT Steam                   | 3100  | 3100  | Unch |
|                                | BPT raw                     | 3150  | 3150  | Unch |
|                                | Steam kolamSortex           | 4600  | 4600  | Unch |
|                                | Shri Ram kolam              | 5300  | 5300  | Unch |
|                                | IR-64                       | 2300  | 2300  | Unch |
|                                | Kinki                       | 1900  | 1900  | Unch |
| Telangana (Hyderabad)          | 64-Bold Sortex/IR-64        | 2400  | 2400  | Unch |
|                                | SonaMaruti Steam            | 4000  | 4000  | Unch |
|                                | IR-SILKI SORTEX             | 2400  | 2400  | Unch |
| Uttrakhand (Uddhamsingh Nagar) | Organic Basmati (New Crop)  | 10000 | 10000 | Unch |
|                                | Dehraduni Basmati(New Crop) | 8500  | 8500  | Unch |
|                                | 1121 Sela (New Crop)        | 6500  | 6500  | Unch |
|                                | 1509 Steam(New Crop)        | 5300  | 5300  | Unch |
|                                | SugandhSella                | 4200  | 4200  | Unch |
|                                | ParmalSela(New Crop)        | 3000  | 3000  | Unch |
|                                | Sharbati Steam(New Crop)    | 4400  | 4400  | Unch |
| Gujarat (Ahmedabad)            | IR 8-Jaya Sortex            | 2500  | 2500  | Unch |
|                                | ParmalSortex                | 2600  | 2600  | Unch |
|                                | KolamSortex                 | 2600  | 2600  | Unch |

## PADDY

| Market Center              | Arrivals(in tonnes) | Origin | Variety     | Minimum Prices(in Rs/quintals ) | Maximum Prices(in Rs/quintals ) | Modal Prices(in Rs/quintals ) |
|----------------------------|---------------------|--------|-------------|---------------------------------|---------------------------------|-------------------------------|
| <b>Cereals</b>             |                     |        |             |                                 |                                 |                               |
| <b>Paddy(Dhan)(Common)</b> |                     |        |             |                                 |                                 |                               |
| <b>Karnataka</b>           |                     |        |             |                                 |                                 |                               |
| Hanagal                    | 16                  | NR     | Paddy       | 1860                            | 1860                            | 1860                          |
| Nanjangud                  | 19                  | NR     | Paddy Jyoti | 1800                            | 1800                            | 1800                          |
| Sorabha                    | 12                  | NR     | Paddy       | 1600                            | 1700                            | 1700                          |
| <b>Rice</b>                |                     |        |             |                                 |                                 |                               |
| <b>Karnataka</b>           |                     |        |             |                                 |                                 |                               |
| Sindhanur                  | 24                  | NR     | Broken Rice | 1550                            | 1550                            | 1550                          |
|                            |                     | NR     | Sarbati Raw | 2750                            | 2750                            | 2750                          |
| <b>Maharashtra</b>         |                     |        |             |                                 |                                 |                               |
| Alibagh                    | 1                   | NR     | Other       | 2000                            | 2500                            | 2200                          |
| Murud                      | 1                   | NR     | Other       | 2000                            | 2500                            | 2200                          |

## RICE

| Market Center       | Arrivals(in tonnes) | Variety                 | Minimum Prices(in Rs/quintals) | Maximum Prices(in Rs/quintals) | Modal Prices(in Rs/quintals) |
|---------------------|---------------------|-------------------------|--------------------------------|--------------------------------|------------------------------|
| <b>Cereals</b>      |                     |                         |                                |                                |                              |
| <b>Rice</b>         |                     |                         |                                |                                |                              |
| <b>Karnataka</b>    |                     |                         |                                |                                |                              |
| Bangarpet           | 312                 | Broken Rice             | 2000                           | 2200                           | 2100                         |
|                     |                     | IR 20 Fine Raw          | 3200                           | 3800                           | 3600                         |
| Bidar               | 27                  | Broken Rice             | 2200                           | 2600                           | 2400                         |
|                     |                     | CR 1009 (Coarse) Boiled | 4000                           | 5500                           | 4500                         |
| Gangavathi          | 110                 | Broken Rice             | 1300                           | 1450                           | 1400                         |
|                     |                     | Other                   | 1900                           | 3500                           | 1900                         |
| Karatgi             | 93                  | Sona Medium             | 2100                           | 2150                           | 2125                         |
| Mandya              | 297                 | Jaya                    | 2180                           | 2850                           | 2600                         |
| Mysore (Bandipalya) | 449                 | Fine                    | 3000                           | 6400                           | 3650                         |
| Shimoga             | 10                  | Coarse                  | 1900                           | 2400                           | 2150                         |

|                      |      |                           |       |       |       |
|----------------------|------|---------------------------|-------|-------|-------|
|                      |      | Fine                      | 3600  | 5000  | 4300  |
|                      |      | Medium                    | 2600  | 4600  | 3600  |
| Sindhanur            | 18   | Broken Rice               | 1600  | 1600  | 1600  |
| <b>Kerala</b>        |      |                           |       |       |       |
| Aroor                | 1    | Basumathi                 | 11000 | 11400 | 11200 |
|                      |      | IR-8                      | 2900  | 3100  | 3000  |
|                      |      | Jaya                      | 3500  | 3700  | 3600  |
|                      |      | Other                     | 3600  | 3800  | 3700  |
| <b>Tripura</b>       |      |                           |       |       |       |
| Bishalgarh           | 2.2  | Fine                      | 3500  | 3700  | 3600  |
| Dasda                | 0.2  | Masuri                    | 2800  | 3000  | 2900  |
| Kalsi                | 0.1  | Masuri                    | 2800  | 3000  | 2900  |
| Melaghar             | 1    | Coarse                    | 2700  | 2900  | 2800  |
|                      |      | Fine                      | 3400  | 3550  | 3500  |
|                      |      | Masuri                    | 3000  | 3150  | 3100  |
| Panichowki           | 1.6  | H.Y.V.                    | 2800  | 3000  | 2900  |
| Sonamura             | 1.5  | Coarse                    | 2750  | 2900  | 2800  |
|                      |      | Fine                      | 3400  | 4000  | 3600  |
|                      |      | Masuri                    | 3100  | 3500  | 3300  |
| <b>Uttar Pradesh</b> |      |                           |       |       |       |
| Nautnava             | 0.5  | III                       | 2300  | 2400  | 2360  |
| Vilthararoad         | 9    | III                       | 2000  | 2200  | 2100  |
| <b>West Bengal</b>   |      |                           |       |       |       |
| Balarampur           | 0.8  | Other                     | 2600  | 3000  | 2800  |
| Bishnupur(Bankura)   | 2.1  | Common                    | 2550  | 2650  | 2600  |
|                      |      | Fine                      | 2750  | 2860  | 2800  |
| Guskara(Burdwan)     | 23   | Common                    | 2500  | 2600  | 2550  |
|                      |      | Fine                      | 2650  | 2750  | 2700  |
| Haldibari            | 2    | Common                    | 2750  | 2850  | 2800  |
| Jangipur             | 66.5 | Fine                      | 2975  | 3010  | 2990  |
| Jhargram             | 36   | Common                    | 2700  | 2900  | 2800  |
|                      |      | Fine                      | 3300  | 3500  | 3400  |
| Katwa                | 27.8 | Common                    | 2450  | 2550  | 2500  |
|                      |      | Fine                      | 2600  | 2700  | 2650  |
| Khatra               | 0.2  | Common                    | 2500  | 2600  | 2550  |
| Nadia                | 5    | Fine                      | 3300  | 3500  | 3400  |
| Pandua               | 42   | Ratnachudi (718<br>5-749) | 3200  | 3300  | 3250  |
| Samsi                | 4.5  | Fine                      | 3400  | 3500  | 3450  |
|                      |      | H.Y.V.                    | 2500  | 2600  | 2550  |
| Sealdah Koley Market | 56.5 | Fine                      | 2700  | 2800  | 2700  |

|             |      |                           |      |      |      |
|-------------|------|---------------------------|------|------|------|
| Sheoraphuly | 10.3 | Ratnachudi (718<br>5-749) | 3100 | 3300 | 3200 |
| Uluberia    | 3.1  | Other                     | 2500 | 2700 | 2600 |

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