

**Domestic Market Highlights:**

- Mixed sentiments were noticed in major spot markets during the day.
- As per media sources, according to data from the Ministry of Agriculture, paddy seeding is still behind schedule because uneven rainfall across India has reduced the area under the important kharif crop by 8.25 percent, to 343.70 lakh hectares, as of last week in the current kharif season. As of August 18, of the current kharif season, paddy was sown in 343.70 lakh hectares as opposed to 374.63 lakh hectares during the same time last year, according to the most recent data.
- As per the sources, numerous farmers in the two states of Punjab and Haryana as well as in the neighbouring high-yielding Terai plains of Uttarakhand and western UP, have reported a mystery "dwarfing" illness of paddy over the past week or more. Agricultural specialists are still trying to identify it. The disease causes paddy types like PR-121, PR-113, and Pusa Basmati-1509 to become stunted. These coexist diseased fields with plants that are normal height and growth.
- According to media reports, in a notification released, the Directorate General of Foreign Trade (DGFT) stated that starting on January 1, 2023, exports of rice (basmati and non-basmati) to countries in the European Union (EU) and other European countries, with the exception of five nations, will require a certificate of inspection from the EIA (Export Inspection Agency) or EIC (Export Inspection Council) which India has deferred by six months.
- According to sources, the Punjab government has issued directives prohibiting the use, distribution, storage, and sale of specific insecticides that impede the recovery of Basmati rice, such as chlorpyrifos and carbendazim. The recovery and consumption of rice, particularly Basmati rice, could be hampered by these insecticides. In order to produce top quality Basmati rice without any residue, several insecticides have been banned in Punjab for a period of 60 days, according to Chief Agriculture Officer Harinder Singh.
- According to the sources, the fourth advance estimates of production of major agricultural crops released by the Union Ministry of Agriculture and Farmers Welfare on Wednesday, the production of foodgrains in India is expected to reach a record 315.72 million tonnes during the 2021–22 season, an increase of 4.98 million tonnes over what was harvested during the previous harvest season.
- As per various sources, following wheat, the Centre is considering restrictions on rice exports as the area planted with rice this season has decreased by 13% over the same period last year due to insufficient rains, pushing up the price of the foodgrain. In terms of international trade, the nation controls 40% of it. Paddy cultivation had declined after a bountiful harvest of 129 million tonnes (mt) previous year, which caused prices to increase 20–30% in the last two months.
- According to the sources, the Union government decided last week to buy parboiled rice from Telangana due to the limited amount of land paddy sown in the Kharif 2022 harvest. The centre would purchase 0.8 million tonnes of parboiled rice produced in the state's mills during the Rabi season. Concerns over a smaller area planted to paddy during the current Kharif

season compared to last year and the expectation that government stockpiles may run out are two factors that appear to have contributed to the U-turn on the procurement.

- As per sources, as paddy transplanting has decreased by 12% up till last week, the Central Pool of rice, which is controlled by the Food Corporation of India (FCI), might have a 5-year low if there is a dip in production during the current kharif season. The supply of rice was 279.52 lt., while the last low was 253.40 lt. in 2020. There is 11.5 lt less rice available now than there was last year. According to statistics as of August 1, the unmilled paddy stock was at 194.57 lt, compared to 145.63 lt in 2020.
- As per the latest sources, Export price of 5% Broken Parboiled Indian Rice were reported at \$365-\$371 per Tonne as compared to prices of \$360-\$366 per Tonne during past week due to decrease in the freight charges.
- According to the latest data from FCI as of 15th Aug 22, the Centre has procured 880.02 lakh tonne (LMT) of paddy in the ongoing 2021-22 Marketing year so far at the Minimum Support Price (MSP). Till now, about 130.41 lakh farmers have been benefited with the MSP.
- According to sources, the summer staple of rice has seen a 12.4% decrease in area when compared to last year's level as July, the most important month for planting crops, saw a severely skewed distribution of precipitation in various parts of the country, which caused a sluggish sowing process. Because of the output deficit, traders are worried that the government may impose restrictions on rice exports.

#### **Domestic Market Outlook (Non-Basmati):**

- Foreseeing on going domestic and international demand, with little arrivals it is expected that domestic prices would remain steady in near term as per existing scenario.

#### **International Market Highlights**

- As per the sources of US Rice production forecast, the production of rice for the world market in 2022–2023 decreased by 2.3 million tonnes to 512.4 million tonnes (milled basis), although it was still second only to the record set the previous year. The majority of the output revision on the downside comes from Bangladesh, India, and the European Union. The prediction for worldwide consumption and residual use in 2022–2023 was slightly raised to 518.7 million tonnes, the largest amount ever. Global ending stocks are anticipated to be 178.5 million tonnes in 2022–2023, which is 4.2 million tonnes less than the previous estimate and represents a fall for the third year in a row. The majority of this month's downward stock revision in the world comes from India.
- As per the sources, on Wednesday, nine hybrid and one long grain rice varieties were given the go-ahead in Islamabad, Pakistan for commercial cultivation during the upcoming kharif season in an effort to boost rice crop yields. While the long grain variety was created by the Punjab government's Soil Salinity Research Institute, the hybrids were created by the private sector. The majority of the low yielding types will be replaced by these new kinds during the upcoming Kharif season, with hybrid seeds yielding at least 15% to 20% more than inbred varieties grown under comparable conditions. Around 9.10 percent of the world's rice commerce goes via Pakistan, bringing in more than \$2 billion annually.

- According to some media reports, the standing paddy crop is stunted for the second consecutive season in the majority of the important rice growing belt of Sri Lanka due to a lack of fertiliser. According to government projections reviewed by Reuters, the average output in Kilinochchi's 10,900 hectares of cropland will probably reach 2.3 metric tonnes per hectare while in the previous year the paddy fields in the area typically produced about 4.5 tonnes per hectare.
- As per various media reports, In Myanmar, the cost of rice has increased by as much as 50% during the past two months. The price of a 24-pyi bag of Shwebo Pawsan rice, which is regarded as the best rice in the area, has increased even further. On July 1, a bag cost 66,000 kyats which now costs 90,000 kyats. According to dealers in Yangon, retail markets can see price spikes of up to 100,000 kyats. Low-income people are now finding it difficult to afford even rice of lower grade as a result of the inflation. Low-quality rice that used to cost 25,000 kyats is now being sold for 45,000 kyats.
- According to the sources, before deciding to export the product when there is high production, the president of Jakarta instructed his advisors to make sure that there was enough rice in the country's reserves to fulfil demand for the following two years. The national rice stock till April 2022 has reached 10.2 million tonnes, indicating that Indonesia has a robust food resilience system. The national rice consumption is anticipated to reach 30.03 million tonnes per year, according to Statistics Indonesia (BPS).
- As per sources, in spite of the unexpected increase in stink bug population, rice is 90% headed and 15% ripe, according to the U.S. Department of Agriculture's Crop Progress and Condition report, which was issued on August 8. A healthy % of the crop is present. 33% are in fair condition, while 12% are in excellent condition. According to current USDA predictions, the average farm price throughout the country will be \$15.50 per hundredweight, \$1.80 more than in 2021.
- As per the sources, for the upcoming months, Bangladesh is anticipated to import enormous amounts of rice, more than double the forecast from 2022 to 650,000 tonnes this month. Till October 31, 2022, the Bangladeshi government decreased the import tax on rice from 62.5 percent to 25.0 percent from June 23 in order to reduce the domestic prices and high transportation costs. Rice from India would enter this nation at \$419 per tonne with the 25% tax, which is significantly less than the domestic rice rates in Bangladesh.
- According to various sources, due to higher than anticipated purchases overseas, the Philippines may import a record 3.2 million metric tonnes (MMT) of rice this year. The USDA increased its rice import prediction for the Philippines in 2022 from an earlier estimate of 3.1 MMT by 100,000 MT in its monthly Global Grains Situation Report.
- As per the sources Thailand's 5% broken rice prices were noted at \$420-\$428 per tonne as compared to \$412-\$425 per tonne than last week's prices due to demand sudden emergence of demand both domestically and internationally.
- Sources state that Vietnam's 5% broken rice prices dropped at \$390-\$393 per tonne which were reported at \$395-\$400 per tonne past week due to quality of the harvest is at par with less expensive Thai and Indian rice.

**Indian Weather/ Monsoon Highlights:**

- The majority of Bihar, Karnataka, Andhra Pradesh, Kerala, and Maharashtra, as well as the whole Northern states and NCR area of the country, have so far been affected by the ongoing monsoon, according to the most current statistics. The majority of the country's central and eastern regions are experiencing monsoon rainstorms. However, forecasters predict that South Indian regions, particularly Tamil Nadu, might get moderate rainfall during the next several days.
- Lack of rain persisting in numerous regions, including Uttar Pradesh, West Bengal, and Bihar, has delayed the planting and transplanting of paddy across the nation.

**FOB PRICES (IR-64)**

Location	Broken %age	Today (\$/tonne)	Yesterday (\$/tonne)
KANDLA PORT	5%	385.65	385.26
JNPT PORT	5%	383.82	383.43
VIZAG PORT	5%	369.30	368.93
KOLKATA PORT	5%	354.66	354.30
KANDLA PORT	25%	366.86	366.49
JNPT PORT	25%	365.03	364.66
VIZAG PORT	25%	350.51	350.16
KOLKATA PORT	25%	335.87	335.53

**CIF PRICES (IR-64)**

Location	Broken %age	Today (\$/tonne)	Yesterday (\$/tonne)
DJIBOUTI	5%	507.04	506.61

**TODAY**

State/Centre	Variety	Prices (Rs/Qtl)		Change
		22-Aug-22	20-Aug-22	
Delhi (Naya Bazar)	1121 Paddy	4200	4500	-300
	1509 Paddy	4000	4000	Unch
	DB Paddy	4000	4000	Unch
	Traditional Basmati Paddy	4550	4550	Unch
	Basmati Rice (Raw Wand)	13200	13200	Unch
	Sarbati Sella Wand	5500	5500	Unch
	SBT Raw Wand	6500	6500	Unch
	Parmal Sella wand	3750	3750	Unch
	Parmal Steam Wand	3600	3600	Unch
	Parmal Raw	4750	4750	Unch
	Pusa Raw Wand	8500	8400	100
	1121 Raw Wand	9200	9100	100
	1121 Sella Wand	8300	8550	-250
	1121 Steam Wand	9000	9050	-50
	1509 Steam Wand	8300	8400	-100
	1509 Sella Wand	7900	8300	-400
	Sugandha Steam	7450	7700	-250
	1121 Golden Parboiled	9000	9000	Unch
Punjab (Amritsar)	Sarbati Sella Rice	5400	5400	Unch
	Sarbati Raw Rice	6400	6400	Unch
	Sarbati Steam (New Crop)	5950	5950	Unch
	Basmati Rice Raw	13000	13000	Unch
	Basmati Paddy	3600	3600	Unch
	Parmal Govt Quality/47	3400	3400	Unch
	Parmal Steam Wand/47	3500	3500	Unch
	1121 Steam Wand	8900	8950	-50
	1121 Sella Wand	8200	8450	-250
	1121 Paddy	4100	4400	-300
	1509 Paddy	3900	3950	-50
	1509 Sella	7800	8200	-400
	1509 Steam	8200	8300	-100
Haryana (Karnal)	Basmati Rice Raw	13000	13000	Unch
	Sarbati Steam (New Crop)	6000	6000	Unch
	Sarbati Sella	5450	5450	Unch

	Parmal Raw Rice/14/13/47	4700	4700	Unch
	IR8	3500	3500	Unch
	1121 Sella Wand	8250	8500	-250
	1121 Paddy	4150	4450	-300
	Parmal Sella/47	3000	3000	Unch
	Pusa Sella Wand	7150	7150	Unch
	Pusa Steam	8300	8300	Unch
	1121 Steam	8950	9000	-50
	Basmati Paddy 31no.	4000	4000	Unch
	PR-Steam	3550	3550	Unch
	1509 Paddy	3950	3900	50
	1509 sella	7850	8250	-400
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	2700	2700	Unch
	IR-64 Parboiled 25% Silky Sortex	2600	2600	Unch
	Miniket 5% Broken	4100	4100	Unch
	Gobind Bhog	7800	7800	Unch
Andhra Pradesh (Kurnool)	Sona Fine (Rice)	4000	4000	Unch
Andhra Pradesh (Machilipatnam)	B.P.T Raw (Rice)	3500	3500	Unch
Chhattisgarh (Bhatapara)	HMT	4500	4500	Unch
	Shri Ram	4800	4800	Unch
	Vishnu Bhog	7500	7500	Unch
	Dugraj	3800	3800	Unch
	Swarna	2500	2500	Unch
Chhattisgarh (Rajim)	Swarna 5% Broken	2850	2850	Unch
	BPT Boiled	3500	3500	Unch
	BPT Steam	3700	3700	Unch
Maharashtra (Nagpur)	HMT Raw	3900	3900	Unch
	Shri Ram Best	4800	4800	Unch
	Best Chinnur	5500	5500	Unch
	BPT	3200	3200	Unch
	Rupali	3300	3300	Unch
Maharashtra (Gondia)	IR-36 SELLA	2720	2720	Unch
	HMT RAW	4800	4800	Unch
	BPT Parboiled	3850	3850	Unch
Karnatka (Raichur)	Sona Steam	3800	3800	Unch
	Sona Raw	4800	4800	Unch

	Ganga Kaveri	3800	3800	Unch
	HMT	4000	4000	Unch
Telangna (Nizamabad)	BPT Steam	4000	4000	Unch
	BPT raw	3900	3900	Unch
	Steam kolam Sortex	5500	5500	Unch
	Shri Ram kolam	6300	6300	Unch
	IR-64	3100	3100	Unch
	Kinki	2200	2200	Unch
	64-Bold Sortex/IR-64	2600	2600	Unch
Telangana (Hyderabad)	Sona Maruti Steam	NA	NA	-
	IR-SILKI SORTEX	NA	NA	-
Uttarakhand (Uddhamsingh Nagar)	Organic Basmati (New Crop)	12000	12000	Unch
	Dehraduni Basmati(New Crop)	10000	10000	Unch
	1121 Steam(New Crop)	9000	9000	Unch
	1509 Steam(New Crop)	8500	8500	Unch
	Sugandh Sella	7500	7500	Unch
	Parmal Sella(New Crop)	3600	3600	Unch
	Sharbati Steam(New Crop)	6500	6500	Unch
Gujarat (Ahmedabad)	IR 8-Jaya Sortex	2675	2675	Unch
	Parmal Sortex	2750	2750	Unch
	Kolam Sortex	3000	3000	Unch

### Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at © 2022 Indian Agribusiness Systems Limited.