

Domestic Market Highlights:

- Markets remained steady to firm throughout the day in most of the markets due to normal supply and poor demand amid poor quality of rice/paddy.
- The price range for India's 5% broken parboiled rice was quoted at \$382 to \$387 per tonne, which is a decrease from the previous week's range of \$385 to \$390. The depreciation of the rupee has lowered the export prices, amid weak demand from African nations.
- During the week under review, market remained rangebound. All types of Basmati rice have remained sluggish for the past two months after prices rose by Rs. 400 per quintal during the GULFOOD Dubai. However, selling pressure has emerged in the market over the last few days, leading to a decline of Rs. 200 per quintal. The 1718 Sela rice, which was previously sold for Rs. 8150/8200, is now priced at Rs. 7900/7950, with big and small stockists beginning to sell their goods. As a result, all types of fine rice are expected to see a decline of Rs. 200/300 per quintal.
- As of 15th March, 2023, the GOI has granted approval for the provision of fortified rice via the Targeted Public Distribution System (TPDS) under the National Food Security Act (NFSA), as well as in other government welfare schemes in all states and union territories (UTs) by 2024, in a phased approach. During Phase I, states/UTs have procured roughly 17.51 LMT of fortified rice for distribution under ICDS and PM POSHAN. The implementation of Phase II is ongoing, and as of February 2023, 92.77 LMT of fortified rice has been procured for distribution under TPDS in Aspirational and High Burden Districts. Additionally, states/UTs have procured about 27.46 LMT of fortified rice for ICDS and PM-POSHAN.
- According to trade sources, the forthcoming rabi crop of the current KMS 2022-23 is expected to yield 106 LMT rice, which will be procured from 11 states that produce rabi crop rice. The states have been advised to increase their milling capacity to ensure that the milling of one season is completed before the start of the next season, thus preventing the recycling of rice.
- As per trade sources, a Saudi Arabian importer company has given HAFED export orders for 85,000 metric tonnes (MT) of basmati rice, valued at Rs 850 crore. A 33,000 MT order has been completed, and the other orders are being carried out. HAFED is now taking part in a GULFOOD 2023, the largest food and beverage expo in the world, by setting up its display stall there for the first time.

- According to trade sources, as the largest exporter of white rice in the world attempts to control local prices, India has no plans to lift restriction on broken rice exports or reduce a 20% levy on such shipments. The export restrictions imposed by India will make consumers pay more for rice, which has recently become more expensive, particularly in Asia and Africa. Another reason behind this decision is that the El Nino weather phenomena may affect this year's monsoon rains so it would be risky not to keep rice stock in hand amid limited wheat stocks.
- As per the 2nd advance estimates of production of major agricultural crops released by the Union Ministry of Agriculture and Farmers Welfare on 14th February, 2023, the production of rice in India has revised to 130.83 MMT up from the target of 130.5 MMT. Rabi production estimate is revised upward to 22.76 MMT from the target of 18.5 MMT due to increased acreage in key rabi paddy growing states whereas Kharif rice production went down from the target of 112 MMT to 108.07 MMT due to unfavourable weather condition in Kharif season 2022-23.
- This year, the cultivation of samba paddy took place on more than 45,000 hectares of land in Madurai. Farmers in Melur claim that the recent rains had an impact on harvesting since they increased the moisture level of the paddy grain. As per sources, only 88 DPCs are currently operational in the area out of the 164 certified direct procurement centres.
- As per sources, 17.86 million tons of non-basmati rice were shipped in 2022, whereas 4.4 million tonnes of premium basmati rice were exported. While basmati rice is primarily exported from India to the Middle East, the United States, and Britain, non-basmati rice is primarily sent to Africa and Asia. Prices were driven up by an export duty on shipments of Indian non-basmati rice, but consumers soon reverted back because Thailand and Vietnam were selling rice for much more prices.
- According to the Ministry of Agriculture's most recent sowing data, which was published on February 2, 2023, paddy has been sown in 46.25 lakh hectares, compared to 35.05 lakh ha the year before, an increase of 32% this rabi season. This will offset the decrease in rice production during the kharif season. Rabi paddy is now being sown in most of the rice-growing states, with the exception of Gujarat, Maharashtra, and Tripura, where it has not yet begun.

Domestic Market Outlook (Non-Basmati):

- As per prevailing market fundamentals, arrivals of non-basmati have almost come to an end so, it is expected that domestic prices would improve in near term.

International Market Highlights

- As per trade sources, price of 5% broken rice in Vietnam increased to \$450 per tonne, compared to a range of \$440-\$445 just a week earlier. The rise in price is attributed to the recovery of shipments to China and since Indonesia is purchasing more rice to bolster its national reserves.
- The price of Thailand's 5% broken rice was quoted at \$455 per tonne, a slight decrease from the previous week's price of \$460. Fluctuations in the exchange rate and subdued supply and demand were the contributing factors to the price changes.
- According to WASDE Report of March,2023, the global outlook for 2022/23 indicates a significant increase in supplies, consumption, trade, and ending stocks. The projected supplies have been raised by 7.0 million tons to a total of 693.3 million, with India's production alone accounting for the entire increase. The country's production has been raised to a record 132.0 million tons, based on the Second Advanced Estimate by the Government of India and the expectation of further increase in the final estimate, given the recent trend. The global consumption for 2022/23 is expected to reach a record high of 520.0 million tons, with an increase of 2.8 million tons, primarily due to India. The global trade for rice is projected to increase by 0.9 million tons to reach 54.9 million, with India's exports surpassing reductions in Uruguay and the United States. The estimated global ending stocks have been raised by 4.2 million tons to 173.3 million, with China and India contributing to 81 percent of the total rice stocks worldwide.

TODAY

State/Centre	Variety	Prices (Rs/Qtl)		Change
		21-Mar-23	20-Mar-23	
Delhi (Naya Bazar)	1121 Paddy	4550	4550	Unch
	1509 Paddy	4050	4050	Unch
	DB Paddy	4300	4300	Unch
	Traditional Basmati Paddy	5000	5000	Unch
	Basmati Rice Common (Raw Wand)	10400	9900	500
	1121 Raw Wand	9800	9500	300
	1121 White Parboiled (Sella) Wand	8400	8200	200
	1121 Steam Wand	9600	9300	300
	1121 Golden Parboiled (Sella) Wand	9000	8700	300
	1509 Steam Wand	9200	8800	400
	1509 White Parboiled (Sella) Wand	8000	7700	300

	Sugandha Steam	7800	7400	400
	Sarbati Raw Wand	6900	6400	500
	Sarbati White Parboiled (Sella) Wand	6200	6000	200
	Parmal Raw	4500	4400	100
	Parmal Steam Wand	4300	4200	100
	Parmal White Parboiled (Sella) Wand	4400	4100	300
	DB(Duplicate Basmati) (Pusa) Raw Wand	8800	8400	400
Punjab (Amritsar)	1121 Paddy	4800	4750	50
	1509 Paddy	4300	4250	50
	Traditional Basmati Paddy	5200	5200	Unch
	Basmati Rice Common (Raw Wand)	10300	9900	400
	1121 Steam Wand	9600	9600	Unch
	1121 White Parboiled (Sella) Wand	8400	8250	150
	1509 Steam Wand	9300	9300	Unch
	1509 White Parboiled (Sella) Wand	8050	7800	250
	Sarbati Raw Wand	6800	6700	100
	Sarbati Steam Wand	6600	6500	100
	Sarbati White Parboiled (Sella) Wand	5950	5850	100
	Parmal Steam Wand	4250	4250	Unch
	PR-47 Govt. Quality	3150	3150	Unch
Haryana (Karnal)	1121 Paddy	4700	4700	Unch
	1509 Paddy	4400	4400	Unch
	Basmati Paddy 31no.	5900	5900	Unch
	Basmati Rice Common (Raw Wand)	10300	9900	400
	1121 Steam	9600	9600	Unch
	1121 White Parboiled (Sella) Wand	8400	8250	150
	1509 White Parboiled (Sella) Wand	8050	7800	250
	Sarbati Steam	6600	6500	100
	Sarbati White Parboiled (Sella) Wand	5950	5850	100
	DB(Duplicate Basmati) Steam	8850	8450	400
	DB(Duplicate Basmati) White Parboiled	8450	8050	400
	Parmal Raw	4450	4450	Unch
	Parmal Steam Wand	4250	4250	Unch
	Parmal White Parboiled (Sella) Wand	4250	4250	Unch
	IR-08	3100	3100	Unch
West Bengal (Kolkata)	Swarna White Parboiled 5% Silky Sortex	2800	2780	20
	Swarna White Parboiled 100% Silky Sortex	2830	2800	30
	IR-36 White Parboiled 5% Silky Sortex	3150	3100	50
	IR-64 White Parboiled 25% Silky Sortex	3400	3400	Unch
	Miniket 5% Broken	4600	4500	100

	Gobind Bhog	6500	6400	100
Andhra Pradesh (Kurnool)	Sona Fine	4600	4600	Unch
Andhra Pradesh (Machilipatnam)	BPT Steam	4700	4700	Unch
Chhattisgarh (Bhatapara)	HMT	4600	4500	100
	JSR (Jai Shri Ram)	4500	4800	-300
	Vishnu Bhog	7200	7500	-300
	Dugraj	NA	NA	-
	Swarna	2550	2550	Unch
Chhattisgarh (Rajim)	Swarna 5% Broken	2500	2500	Unch
	BPT Steam	3600	3800	-200
	BPT White Parboiled	2800	3000	-200
Maharashtra (Nagpur)	HMT Raw	4400	4200	200
	JSR (Jai Shri Ram) Best	5100	4700	400
	Chinnor Best	4750	4650	100
	BPT	3450	3300	150
	Rupali	3650	3500	150
Maharashtra (Gondia)	IR-36 White Parboiled (Sella)	2750	2740	10
	HMT RAW	4600	4400	200
	BPT White Parboiled (Sella)	3450	3500	-50
Karnatka (Raichur)	Sona Steam	4100	4050	50
	Sona Raw	5100	5050	50
	Ganga Kaveri	5100	5050	50
	HMT	5000	4950	50
Telangna (Nizamabad)	BPT Steam	4600	4600	Unch
	BPT raw	4900	4900	Unch
	kolam Steam Sortex	5500	5500	Unch
	JSR (Jai Shree Ram) kolam	4800	4800	Unch
	IR-64	2400	2400	Unch
	Kinki	2300	2300	Unch
Telangana (Hyderabad)	IR-64-Bold Sortex	2700	2700	Unch
	Sona Masuti Steam	4800	4800	Unch
	IR-Silki Sortex	2600	2600	Unch
Uttrakhand (Uddhamsingh Nagar)	Organic Basmati	11500	11000	500
	Dehraduni Basmati	10500	10000	500
	1121 Steam	9700	9400	300
	1509 Steam	9300	8900	400
	Sugandha White Parboiled (Sella)	7100	6700	400
	Parmal White Parboiled (Sella)	4500	4200	300
	Sharbati Steam	6900	6500	400
Gujarat (Ahmedabad)	IR-08 Jaya Sortex	3000	2900	100

	Parmal Sortex	2800	2750	50
	Kolam Sortex	3600	3500	100

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 © 2023 Indian Agribusiness Systems Limited.