

### **Domestic Market Highlights:**

- Markets moved downwards throughout the day in most of the markets amid tight supply.
- As per trade sources, the recent decline in wheat and maize prices has had a ripple effect on the rice market. However, the reality is that rice stocks are limited in the producer mandis of Etawah, Etah, Mainpuri, Hathras, Mathura, Bharatpur. Furthermore, there are still six months until the new harvest of all Basmati varieties of paddy arrives, and before that, the summer cumin crop is expected in May-June, but its sowing conditions are unfavorable. As a result, the availability of high-quality paddy in rice mills is scarce, and exporters are focusing on deals with Iran and other Gulf countries. This is expected to intensify market demand in the future, particularly for Taj and 1718 Basmati varieties of rice, as rice mills have little to no stock. Hence, the market is anticipated to remain robust.
- The 5% broken parboiled variety of rice in India saw an increase in prices this week, with price ranging from \$383 to \$389 per tonne, up from the previous week's range of \$380 to \$385. This uptick can be attributed to an improvement in demand and an appreciation in the value of the rupee.
- As of 15<sup>th</sup> 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 2<sup>nd</sup> advance estimates of production of major agricultural crops released by the Union Ministry of Agriculture and Farmers Welfare on 14<sup>th</sup> 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.

#### **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**

- Vietnam's 5% broken rice remained unchanged from a week ago, with prices quoted at \$460 per tonne on Thursday. Rice prices are expected to remain at elevated levels in the short term, as global economic and political uncertainties have prompted countries to increase their food reserves.
- Thailand's 5% broken rice prices were quoted at \$480 to \$482 per tonne, showing a slight increase from the previous week's range of \$475 to \$482. Domestically, prices are high as the harvesting season approaches its end, resulting in lower supply.
- As per trade sources, Vietnam has witnessed a remarkable growth in its rice exports during the first

quarter of the year, with a notable increase of 30.2 percent amounting to 952 million U.S. dollars, marking the highest level recorded in the past 12 years. This significant growth can be attributed to favorable gains in prices and expanded demand. In terms of volume, Vietnam's rice shipments also showed a substantial year-on-year increase of 19.3 percent, totaling 1.8 million tons during the January-March period. With continued demand from buyers in the Philippines, China, and Africa who are building up their inventories, it is anticipated that Vietnam's rice exports will continue to exhibit further growth throughout the year.

- The Indian Government has granted special consideration for the export of 3.5 lakh tonnes (lt) of broken rice to Gambia and Senegal. The Commerce Ministry has authorized the export of 1 lakh tonnes of broken rice to Gambia and 2.5 lakh tonnes to Senegal. Furthermore, the Ministry has permitted the shipment of 9,990 tonnes of broken rice to Djibouti and Ethiopia.
- 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
		11-Apr-23	10-Apr-23	
Delhi (Naya Bazar)	1121 Paddy	4650	4650	Unch
	1509 Paddy	4300	4150	150
	DB Paddy	4400	4400	Unch
	Traditional Basmati Paddy	5500	5500	Unch
	Basmati Rice Common (Raw Wand)	10200	10300	-100
	1121 Raw Wand	9800	9900	-100
	1121 White Parboiled (Sella) Wand	8400	8400	Unch
	1121 Steam Wand	9500	9600	-100

	1121 Golden Parboiled (Sella) Wand	8900	9000	-100
	1509 Steam Wand	9200	9300	-100
	1509 White Parboiled (Sella) Wand	7900	8000	-100
	Sugandha Steam	7900	8000	-100
	Sarbati Raw Wand	6800	6900	-100
	Sarbati White Parboiled (Sella) Wand	5800	6000	-200
	Parmal Raw	4550	4550	Unch
	Parmal Steam Wand	4350	4350	Unch
	Parmal White Parboiled (Sella) Wand	4350	4400	-50
	DB(Duplicate Basmati) (Pusa) Raw Wand	9300	9400	-100
Punjab (Amritsar)	1121 Paddy	4700	4800	-100
	1509 Paddy	4300	4200	100
	Traditional Basmati Paddy	5700	5700	Unch
	Basmati Rice Common (Raw Wand)	10200	10300	-100
	1121 Steam Wand	9650	9650	Unch
	1121 White Parboiled (Sella) Wand	8500	8550	-50
	1509 Steam Wand	9450	9400	50
	1509 White Parboiled (Sella) Wand	8000	8050	-50
	Sarbati Raw Wand	6700	6950	-250
	Sarbati Steam Wand	6500	6750	-250
	Sarbati White Parboiled (Sella) Wand	6200	6100	100
	Parmal Steam Wand	4400	4450	-50
	PR-47 Govt. Quality	3100	3100	Unch
Haryana (Karnal)	1121 Paddy	4700	4700	Unch
	1509 Paddy	4300	4400	-100
	Basmati Paddy 31no.	6000	6000	Unch
	Basmati Rice Common (Raw Wand)	10200	10300	-100
	1121 Steam	9650	9650	Unch
	1121 White Parboiled (Sella) Wand	8450	8550	-100
	1509 White Parboiled (Sella) Wand	8000	8050	-50
	Sarbati Steam	6750	6750	Unch
	Sarbati White Parboiled (Sella) Wand	6100	6100	Unch
	DB(Duplicate Basmati) Steam	9350	9350	Unch
	DB(Duplicate Basmati) White Parboiled	8250	8250	Unch
	Parmal Raw	4700	4650	50
	Parmal Steam Wand	4500	4450	50
	Parmal White Parboiled (Sella) Wand	4400	4400	Unch
	IR-08	3100	3100	Unch
West Bengal (Kolkata)	Swarna White Parboiled 5% Silky Sortex	2800	2800	Unch
	Swarna White Parboiled 100% Silky Sortex	2820	2820	Unch

	IR-36 White Parboiled 5% Silky Sortex	3100	3100	Unch
	IR-64 White Parboiled 25% Silky Sortex	3200	3200	Unch
	Miniket 5% Broken	4200	4200	Unch
	Gobind Bhog	6400	6400	Unch
Andhra Pradesh (Kurnool)	Sona Fine	4600	4600	Unch
Andhra Pradesh (Machilipatnam)	BPT Steam	4700	4700	Unch
Chhattisgarh (Bhatapara)	HMT	4700	4700	Unch
	JSR (Jai Shri Ram)	5000	5000	Unch
	Vishnu Bhog	7200	7200	Unch
	Dugraj	NA	NA	-
	Swarna	2700	2700	Unch
Chhattisgarh (Rajim)	Swarna 5% Broken	2650	2650	Unch
	BPT Steam	4000	4000	Unch
	BPT White Parboiled	3200	3200	Unch
Maharashtra (Nagpur)	HMT Raw	4800	4800	Unch
	JSR (Jai Shri Ram) Best	5100	5100	Unch
	Chinnor Best	4900	4900	Unch
	BPT	3300	3300	Unch
	Rupali	3600	3600	Unch
Maharashtra (Gondia)	IR-36 White Parboiled (Sella)	2700	2700	Unch
	HMT RAW	4750	4750	Unch
	BPT White Parboiled (Sella)	3300	3300	Unch
Karnatka (Raichur)	Sona Steam	4200	4200	Unch
	Sona Raw	5200	5200	Unch
	Ganga Kaveri	5100	5100	Unch
	HMT	5200	5200	Unch
Telangna (Nizamabad)	BPT Steam	4500	4500	Unch
	BPT raw	4700	4700	Unch
	kolam Steam Sortex	5200	5500	-300
	JSR (Jai Shree Ram) kolam	4600	4600	Unch
	IR-64	2300	2300	Unch
	Kinki	2200	2200	Unch
Telangana (Hyderabad)	IR-64-Bold Sortex	2600	2600	Unch
	Sona Masuti Steam	4250	4400	-150
	IR-Silki Sortex	2500	2500	Unch
Uttrakhand (Uddhamsingh Nagar)	Organic Basmati	10800	10800	Unch
	Dehraduni Basmati	10300	10300	Unch
	1121 Steam	9600	9700	-100
	1509 Steam	9300	9400	-100
	Sugandha White Parboiled (Sella)	7100	7100	Unch

Gujarat (Ahmedabad)	Parmal White Parboiled (Sella)	4450	4500	-50
	Sharbati Steam	6800	6800	Unch
	IR-08 Jaya Sortex	3050	3050	Unch
	Parmal Sortex	2800	2800	Unch
	Kolam Sortex	3600	3600	Unch

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