

Domestic Market Highlights:

- Prices remained rangebound throughout the day in most of the markets amid tight supply. However, in Delhi, Sugandha steam down by Rs. 200 to Rs. 7000 per qtl. and 1718 Steam wand down by Rs. 100 to Rs. 8500 per qtl.
- As per trade sources, rice prices went up in Tiruchi, Tamil Nadu however, the rice varieties that are sown mostly in the delta region of the state has seen a moderate increases as farmers are sowing rice which is meant for procurement by state government instead of popular varieties. Hence, the traders and millers in the region depend on supply from A.P, Karnataka and Telangana to tackle the demand of popular varieties such as Ponni (RNR).
- The Cabinet Committee on Economic Affairs (CCEA) has granted approval for an increase in the Minimum Support Price (MSP) of paddy, aiming to incentivize farmers to expand the cultivation area for this crop and enhance their income. In the 2023-24 crop year (July-June), the MSP for the common grade variety of paddy has been raised by ₹143 to ₹2,183 per quintal, surpassing the previous year's rate of ₹2,040. Additionally, the support price for the 'A' grade variety of paddy has been elevated by ₹163 to ₹2,203 per quintal, compared to the previous rate of ₹2,060.
- This week, price for India's 5% broken parboiled rice variety stands at \$388-\$395 per tonne, exhibiting an increase compared to the previous week's range of \$375-\$380. Over the past month, local paddy prices have surged, driven by the anticipation of a minimum support price hike, consequently leading to an upward trend in rice export prices.
- As per trade sources, the rice market may experience further decline, primarily due to financial constraints and a lack of demand. Currently, the selling price of 1718 Sela ranges from Rs.7450 to Rs. 7600 per quintal, while Sugandha is priced at Rs. 5900. Taj Sela is available up to Rs. 6000, and RH10 Sela is priced up to Rs. 5100. In the same market, Golden Rs.1718 is being sold at prices reaching Rs.7850, while Steam is being sold at up to Rs. 8600. This situation is mainly attributed to the absence of strong buyers in the market at present. Despite the abundant crop of 1509 paddy, the upside potential remains uncertain. The current stock levels are reported to be significantly high due to the availability of both 1509 paddy and rice in large quantities, resulting in increased sales and subsequent buyer hesitation.
- The G.O.I. has authorized the export of approximately 1.06 million tonnes of grains, comprising wheat and rice, as part of the nation's diplomatic food assistance program to four countries. However, it

should be noted that restrictions on the export of wheat and limitations on rice shipments will remain in effect. In line with discussions held with the Ministry of External Affairs regarding humanitarian food assistance, the Ministry of Food has approved the export of over 200,000 tonnes of broken rice to Indonesia, 500,000 tonnes of broken rice to Senegal, and 50,000 tonnes of broken rice to Gambia.

- On 29th May, 2023, The Directorate General of Foreign Trade (DGFT) has announced changes to a notification from August 17, 2022. These changes will affect the export of rice (both basmati and non-basmati) to European Union (EU) member states and other European countries such as Iceland, Liechtenstein, Norway, Switzerland, and the UK. According to the new rules, exporters will only need to obtain a certificate of inspection from the Export Inspection Council/Export Inspection Agency for exports to these specific countries. For the next six months, exports to other European countries will not require a certificate of inspection from the Export Inspection Council/Export Inspection Agency.
- As per trade sources, Kharif rice sowing just started in South Indian states, West Bengal, Odisha, Maharashtra, Karnataka and Assam. Farmers have taken advantage of pre-Monsoon rains. Total 28.3 lakh Ha has been planted so far, down by 6.69% from the corresponding period last year. West Bengal is leading in the initial stage, covering 7.9 lakh Ha, followed by Telangana covering 4.77 lakh Ha. Farmers in Karnataka have covered 3.29 lakh Ha so far. The sowing pace may increase if pre-Monsoon rains continue.
- During the Kharif Marketing Season (KMS) 2022-23, as of 22nd May 2023, the estimated production of rice stands at 1308.37 LMTs, according to the second advance estimate. The procurement estimate for rice is 626.06 LMTs, with an actual quantity of rice procured amounting to 520.63 LMTs. These figures have resulted in a total Minimum Support Price (MSP) payment of Rs. 159,659.59 Crores, benefiting a significant number of 1,12,96,159 farmers within the same KMS period.
- According to the 3rd Advance Estimates of agricultural year 2022-23, recently published by the Ministry of Agriculture and Farmers Welfare, the total production of rice has been revised to 1355.42 LMT. This figure represents a 3.59% increase compared to the 2nd advance estimate which was 1308.37 and a significant increase of 60.71 LMT when compared to the previous year.
- On 24th May, 2023, the G.O.I. granted authorization for the exportation of broken rice, within the context of government-approved shipments to other nations aimed at fulfilling their food security requirements. It is noteworthy that under ordinary circumstances, the export of broken rice is prohibited.

- As per trade sources, there is subdued demand in markets of Rajasthan amid local payment issues which has resulted in bearish sentiments in market. It is expected that mid-May onwards, demand for seed might start for Kharif paddy sowing.

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

- Thailand has emerged as the top rice exporter to Iraq, surpassing India, since the previous year. However, recent reports indicate that Tehran is procuring Thai rice due to currency challenges it currently confronts. As per the United States Department of Agriculture (USDA), it is anticipated that Iraq's rice imports will witness a notable rise to approximately 2.2 million metric tonnes (mt) within the present year.
- Thailand's 5% broken rice prices have experienced a slight decline to \$490-\$495 per tonne, as opposed to last week's figures of \$495. Although demand remains stagnant, the forthcoming harvest is expected to bring additional supply next month. It has been observed that African countries have displayed subdued demand due to the relatively higher prices of Thai rice compared to Indian rice. Conversely, concerns regarding droughts and exports to Indonesia have lent support to prices.
- Vietnam's 5% broken rice rates have remained steady at \$490-\$495 per tonne. Traders are accelerating their rice purchases from farmers to fulfill their export commitments for the year, as high prices have encouraged increased investment in the summer-autumn crop.
- Bangladesh government has allocated a substantial incentive of Taka 33.20 crore with the objective of bolstering the cultivation and production of Aman paddy during the current year. This incentive program entails the provision of essential resources to farmers, including five kilograms of high-quality seeds, as well as ten kilograms each of DAP and MOP fertilizers, all of which will be provided free of charge. These resources are intended to support the cultivation of the high-yielding variety of Ropa Aman paddy on one bigha of land per farmer.
- Meanwhile, Bangladesh is presently engaged in a procurement drive for newly harvested rice. The government aims to acquire 1.2 million tonnes of rice from local farmers between May 7 and August 31, as part of its strategic efforts in the rice market.

- As per trade sources, in the initial month of the current fiscal year (March 21-April 20), the Islamic Republic of Iran imported a substantial quantity of rice totaling 77,932 tons which is down by 52% when compared to the corresponding month of the previous year. Among the exporting nations, India emerged as the primary rice supplier to Iran, shipping 41,000 tons, followed by Pakistan with 30,000 tons and the United Arab Emirates with 2,000 tons.

TODAY

State/Centre	Variety	Prices (Rs/Qtl)		Change
		15-Jun-23	14-Jun-23	
Delhi (Naya Bazar)	1121 Paddy	4100	4100	Unch
	1509 Paddy	3300	3300	Unch
	DB Paddy	3600	3900	-300
	Traditional Basmati Paddy	4500	4500	Unch
	Basmati Rice Common (Raw Wand)	9500	9500	Unch
	1121 Raw Wand	9000	9000	Unch
	1121 White Parboiled (Sella) Wand	7800	7800	Unch
	1121 Steam Wand	8900	8800	100
	1121 Golden Parboiled (Sella) Wand	8300	8300	Unch
	1509 Steam Wand	8500	8500	Unch
	1509 White Parboiled (Sella) Wand	6900	6800	100
	Sugandha Steam	7000	7200	-200
	Sarbati Raw Wand	6200	6300	-100
	Sarbati White Parboiled (Sella) Wand	5300	5400	-100
	Parmal Raw	4300	4400	-100
	Parmal Steam Wand	4100	4200	-100
	Parmal White Parboiled (Sella) Wand	4000	4100	-100
	1718 Steam Wand	8500	8600	-100
	1718 White Parboiled (Sella) Wand	7400	7600	-200
	1401 Steam Wand	8800	8800	Unch
	1401 White Parboiled (Sella) Wand	8200	8200	Unch
	DB(Duplicate Basmati) (Pusa) Raw Wand	9000	9000	Unch
Punjab (Amritsar)	1121 Paddy	4200	4200	Unch
	1509 Paddy	3700	3700	Unch
	Traditional Basmati Paddy	5600	5600	Unch
	Basmati Rice Common (Raw Wand)	9500	9500	Unch
	1121 Steam Wand	9100	9100	Unch
	1121 White Parboiled (Sella) Wand	7900	7900	Unch
	1509 Steam Wand	8800	8800	Unch
	1509 White Parboiled (Sella) Wand	6900	6950	-50

	Sarbati Raw Wand	6400	6400	Unch
	Sarbati Steam Wand	6200	6200	Unch
	Sarbati White Parboiled (Sella) Wand	5450	5450	Unch
	Parmal Steam Wand	4250	4200	50
	1718 Steam Wand	8700	8700	Unch
	1718 White Parboiled (Sella) Wand	7550	7550	Unch
	1401 Steam Wand	8800	8800	Unch
	PR-47 Govt. Quality	3050	3050	Unch
Haryana (Karnal)	1121 Paddy	4200	4200	Unch
	1509 Paddy	3800	3800	Unch
	Basmati Paddy 31no.	5600	5600	Unch
	Basmati Rice Common (Raw Wand)	9500	9500	Unch
	1121 Steam	9100	9100	Unch
	1121 White Parboiled (Sella) Wand	7900	7900	Unch
	1509 White Parboiled (Sella) Wand	6900	6950	-50
	Sarbati Steam	6200	6200	Unch
	Sarbati White Parboiled (Sella) Wand	5450	5450	Unch
	DB(Duplicate Basmati) Steam	9050	9050	Unch
	DB(Duplicate Basmati) White Parboiled	8250	8250	Unch
	Parmal Raw	4450	4400	50
	Parmal Steam Wand	4250	4200	50
	Parmal White Parboiled (Sella) Wand	4200	4150	50
	1718 Steam Wand	8700	8700	Unch
	1718 White Parboiled (Sella) Wand	7550	7550	Unch
	1401 Steam Wand	8800	8800	Unch
	IR-08	3050	3050	Unch
West Bengal (Kolkata)	Swarna White Parboiled 5% Silky Sortex	3150	3150	Unch
	Swarna White Parboiled 100% Silky Sortex	3170	3170	Unch
	IR-36 White Parboiled 5% Silky Sortex	3200	3200	Unch
	IR-64 White Parboiled 25% Silky Sortex	3400	3400	Unch
	Miniket 5% Broken	4700	4700	Unch
	Gobind Bhog	7200	7200	Unch
Andhra Pradesh (Kurnool)	Sona Fine	5000	4600	400
Andhra Pradesh (Machilipatnam)	BPT Steam	4800	4800	Unch
Chhattisgarh (Bhatapara)	HMT	4900	4800	100
	JSR (Jai Shri Ram)	5100	5200	-100
	Vishnu Bhog	7300	7200	100
	Dugraj	NA	NA	-
	Swarna	3200	3200	Unch
Chhattisgarh (Rajim)	Swarna 5% Broken	3100	2850	250

	BPT Steam	3850	3700	150
	BPT White Parboiled	3300	3400	-100
Maharashtra (Nagpur)	HMT Raw	4700	5000	-300
	JSR (Jai Shri Ram) Best	5700	5600	100
	Chinnor Best	5000	5100	-100
	BPT	3800	4000	-200
	Rupali	4000	4100	-100
Maharashtra (Gondia)	IR-36 White Parboiled (Sella)	2960	2900	60
	HMT RAW	5150	5100	50
	BPT White Parboiled (Sella)	4550	4500	50
Karnatka (Raichur)	Sona Steam	4400	4400	Unch
	Sona Raw	5100	5100	Unch
	Ganga Kaveri	5100	5100	Unch
	HMT	5200	5200	Unch
Telangna (Nizamabad)	BPT Steam	4400	4400	Unch
	BPT raw	4600	4600	Unch
	kolam Steam Sortex	5600	5600	Unch
	JSR (Jai Shree Ram) kolam	5400	5400	Unch
	IR-64	2500	2500	Unch
	Kinki	2300	2300	Unch
Telangana (Hyderabad)	IR-64-Bold Sortex	2600	2600	Unch
	Sona Masuti Steam	4600	4600	Unch
	IR-Silki Sortex	2500	2500	Unch
Uttrakhand (Uddhamsingh Nagar)	Organic Basmati	11000	10600	400
	Dehraduni Basmati	9500	9600	-100
	1121 Steam	9100	8900	200
	1509 Steam	8600	8600	Unch
	Sugandha White Parboiled (Sella)	6000	6100	-100
	Parmal White Parboiled (Sella)	4200	4200	Unch
	Sharbati Steam	6000	6200	-200
Gujarat (Ahmedabad)	IR-08 Jaya Sortex	3125	3125	Unch
	Parmal Sortex	3225	3225	Unch
	Kolam Sortex	3300	3300	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 positions in any commodities (or investment). Please see the detailed disclaimer at © 2023 Indian Agribusiness Systems Limited.