

**Domestic Market Highlights:**

- Price remained upwards throughout the day in most of the markets. As, 1121 steam wand, 1509 steam wand and Parmal steam wand increase in a range of Rs. 200, 100 and 200 to Rs. 9200, Rs. 8600 and Rs. 4400 per qtl. at Naya bazar, Delhi market.
- According to the reports, FCI will start auction for around 3.86 Lakh MT of Rice under open market sale scheme (OMSS) on 5<sup>th</sup> of July in a course of action to keep check on prices. However, government decide to hold e-auction on weekly basis instead of alternative weeks.
- According to reports from IMD, there is positive news for crop plantations in India in July, particularly for states that grow paddy, as most areas are expecting to receive average rainfall during this month. Average rainfall is defined as ranging from 94 percent to 106 percent. Nevertheless, the increased temperatures in June resulted in substantial planting delays for numerous farmers cultivating kharif crops in India.
- The price range of India's 5% broken parboiled rice variety increased for the fifth consecutive week, reaching a level of \$409-\$416 per tonnes. This marks its highest price since early May 2018, showing an increase from the previous week's range of \$397 to \$405.
- According to reports, there is a growing demand for rice exports in the global market, resulting in an increase in prices for Basmati rice. The price of Basmati rice has risen to over Rs. 90,776 per MT, compared to Rs. 83,068 per MT last year. This surge in prices is expected to benefit Basmati growers and traders during the upcoming Kharif marketing season of 2023-24, as all varieties of aromatic long-grained rice have experienced price hikes in both the domestic and international markets.
- To tackle the escalating retail prices of rice, the government plans to auction a total of 400,000 tonnes of rice from its buffer stock. The Food Corporation of India (FCI) will start the e-auction process. The auction for ice auction will take place on July 5. The tender announcements will be made in the near future to engage bulk consumers and traders and enhance domestic supplies while tackling price inflation.
- During the Kharif Marketing Season (KMS) 2022-23, the Government of India has efficiently conducted paddy procurement. As of 19.06.2023, the Central Pool has acquired more than 830 Lakh Metric Ton (LMT) of paddy through Minimum Support Price (MSP). The delivery of rice from the acquired paddy is also underway, and out of the total procurement of 830 LMT paddy (equivalent to 558 LMT of rice), approximately 401 LMT of rice has already been received in the Central Pool as of

19.06.2023, while an additional 150 LMT is yet to be received.

- FCI has the option to sell rice from the central pool to private parties under the Open Market Sale Scheme (OMSS) domestic in order to regulate market prices. Nevertheless, the sale of rice under (OMSS) domestic will persist at the current rate of Rs. 3400 per quintal for North-East States, Hilly States, and States that are dealing with law-and-order issues or natural disasters.
- 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.
- 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 29<sup>th</sup> 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 22<sup>nd</sup> 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 3<sup>rd</sup> 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 2<sup>nd</sup> advance estimate which was 1308.37 and a significant increase of 60.71 LMT when compared to the previous year.

### **International Market Highlights:**

- Mali, a West African country, is set to receive 2.9 Lakh tonnes of fully broken white rice from India through government-to-government (G2G) channels. This action comes after India's recent approval in May to permit the export of fully broken white rice, which had been prohibited since September of the previous year.
- According to sources, prices for Thailand's 5% broken rice reached \$515 per tonnes, marking their highest level since March 2021. This is an increase from last week's price of \$505 per tonnes. The increase in prices is due to the growing demand from Asia and Africa for Thai rice, as prices in India have also risen.
- The current price for Vietnam's 5% broken rice ranges from \$500 to \$510 per tonnes, marking its highest level since the week of April 1, 2021. This is an increase compared to the range of \$495 to \$505 per tonnes observed a week ago. The demand for Vietnamese rice remains robust as purchasing nations are actively consolidating their stocks to ensure food security.
- In the fiscal year 2022-23, Iran purchased approximately one million tonnes of aromatic rice from India, which accounted for 20.35% of India's total basmati rice exports of 4.5 million tonnes.

Nevertheless, India is now confronted with the potential risk of losing Iran as one of its major markets for basmati rice exports due to the depletion of rupee reserves held by the West Asian country in recent weeks.

- The demand for Thai rice remains robust, by the interest shown by governments such as Indonesia and Bangladesh in procuring the grain through government-to-government (G2G) agreements. While Indonesia expresses interest in purchasing Thai rice through G2G deals, the Thai government does not currently have a policy in place to sell rice through this method, as it prefers to involve the private sector.
- Between January and May, Thailand's rice exports reached 3.4 million metric tons, showing a significant 26.6% increase compared to the previous year. The surge in exports is due to a combination of heightened demand and the devaluation of the baht currency.
- In response to requests from certain countries to permit the export of wheat and broken rice, India has made the decision to approve these shipments, in an effort to reduce domestic prices, the South Asian nation had implemented a ban on the export of wheat and broken rice in 2022. However, India has now granted permission for the export of broken rice to Indonesia, Senegal, and Gambia during the 2023-24 financial year, which commenced on April 1<sup>st</sup>
- It is anticipated that Thailand's rice exports will exceed 8 million tonnes this year, surpassing the previous year's figure of 7.69 million tonnes. This achievement outperformed the ministry's initial target of 7.5 million tonnes. The driving force behind this growth is the heightened global demand as countries proactively stockpile rice to prepare for the potential impacts of the El Niño weather phenomenon.
- According to the Department of Customs, Vietnam exported 1 million tons of rice in April, however export activities are declining due to constrained supply and in May 2023, Vietnam exported 725 thousand tons of rice, valued at US\$ 391 million. This citing a decline of 31% in volume and 29% in turnover when compared to the export figures of April 2023.

### TODAY

State/Centre	Variety	Prices (Rs/Qtl)		Change
		04-Jul-23	03-Jul-23	
Delhi (Naya Bazar)	1121 Paddy	4250	4200	50
	1509 Paddy	3250	3250	Unch

State/Centre	Variety	Prices (Rs/Qtl)		Change
		04-Jul-23	03-Jul-23	
	DB Paddy	3700	3700	Unch
	Traditional Basmati Paddy	4600	4600	Unch
	Basmati Rice Common (Raw Wand)	9000	9500	-500
	1121 Raw Wand	9200	9200	Unch
	1121 White Parboiled (Sella) Wand	8000	7900	100
	1121 Steam Wand	9200	9000	200
	1121 Golden Parboiled (Sella) Wand	8500	8400	100
	1509 Steam Wand	8600	8500	100
	1509 White Parboiled (Sella) Wand	6800	6700	100
	Sugandha Steam	7450	7450	Unch
	Sarbati Raw Wand	6400	6400	Unch
	Sarbati White Parboiled (Sella) Wand	5500	5500	Unch
	Parmal Raw	4600	4400	200
	Parmal Steam Wand	4400	4200	200
	Parmal White Parboiled (Sella) Wand	4200	4200	Unch
	1718 Steam Wand	8900	8700	200
	1718 White Parboiled (Sella) Wand	7700	7700	Unch
	1401 Steam Wand	8900	8900	Unch
	1401 White Parboiled (Sella) Wand	8200	8400	-200
DB(Duplicate Basmati) (Pusa) Raw Wand	9000	9000	Unch	
Punjab (Amritsar)	1121 Paddy	4500	4500	Unch
	1509 Paddy	4000	4000	Unch
	Traditional Basmati Paddy	5200	5200	Unch
	Basmati Rice Common (Raw Wand)	9200	9500	-300
	1121 Steam Wand	9300	9300	Unch
	1121 White Parboiled (Sella) Wand	8000	8000	Unch
	1509 Steam Wand	8800	8800	Unch
	1509 White Parboiled (Sella) Wand	7050	7050	Unch
	Sarbati Raw Wand	6350	6350	Unch
	Sarbati Steam Wand	6150	6150	Unch
	Sarbati White Parboiled (Sella) Wand	5300	5300	Unch
	Parmal Steam Wand	4400	4400	Unch
	1718 Steam Wand	8850	8850	Unch
	1718 White Parboiled (Sella) Wand	7750	7750	Unch
	1401 Steam Wand	9000	9000	Unch
PR-47 Govt. Quality	3050	3050	Unch	
Haryana (Karnal)	1121 Paddy	4600	4600	Unch
	1509 Paddy	3800	3800	Unch

State/Centre	Variety	Prices (Rs/Qtl)		Change
		04-Jul-23	03-Jul-23	
	Basmati Paddy 31no.	5200	5200	Unch
	Basmati Rice Common (Raw Wand)	9200	9500	-300
	1121 Steam	9300	9300	Unch
	1121 White Parboiled (Sella) Wand	8000	8000	Unch
	1509 White Parboiled (Sella) Wand	7050	7050	Unch
	Sarbati Steam	6150	6150	Unch
	Sarbati White Parboiled (Sella) Wand	5300	5300	Unch
	DB(Duplicate Basmati) Steam	9100	9100	Unch
	DB(Duplicate Basmati) White Parboiled	8100	8100	Unch
	Parmal Raw	4600	4600	Unch
	Parmal Steam Wand	4400	4400	Unch
	Parmal White Parboiled (Sella) Wand	4400	4400	Unch
	1718 Steam Wand	8850	8850	Unch
	1718 White Parboiled (Sella) Wand	7750	7750	Unch
	1401 Steam Wand	9000	9000	Unch
IR-08	3050	3050	Unch	
West Bengal (Kolkata)	Swarna White Parboiled 5% Silky Sortex	3200	3170	30
	Swarna White Parboiled 100% Silky Sortex	3220	3190	30
	IR-36 White Parboiled 5% Silky Sortex	3200	3200	Unch
	IR-64 White Parboiled 25% Silky Sortex	3600	3500	100
	Miniket 5% Broken	4500	4500	Unch
	Gobind Bhog	7200	7200	Unch
Andhra Pradesh (Kurnool)	Sona Fine	5000	5000	Unch
Andhra Pradesh (Machilipatnam)	BPT Steam	5200	5200	Unch
Chhattisgarh (Bhatapara)	HMT	5000	5000	Unch
	JSR (Jai Shri Ram)	5400	5400	Unch
	Vishnu Bhog	7400	7400	Unch
	Dugraj	NA	0	-
	Swarna	3150	3150	Unch
Chhattisgarh (Rajim)	Swarna 5% Broken	3100	3100	Unch
	BPT Steam	3850	3850	Unch
	BPT White Parboiled	3300	3300	Unch
Maharashtra (Nagpur)	HMT Raw	4800	4800	Unch
	JSR (Jai Shri Ram) Best	6100	6100	Unch
	Chinnor Best	5000	5000	Unch
	BPT	4400	4400	Unch
	Rupali	4600	4600	Unch
Maharashtra (Gondia)	IR-36 White Parboiled (Sella)	2950	2950	Unch

State/Centre	Variety	Prices (Rs/Qtl)		Change
		04-Jul-23	03-Jul-23	
	HMT RAW	5000	5000	Unch
	BPT White Parboiled (Sella)	4400	4400	Unch
Karnatka (Raichur)	Sona Steam	4800	4800	Unch
	Sona Raw	5300	5300	Unch
	Ganga Kaveri	5300	5300	Unch
	HMT	5500	5500	Unch
Telangna (Nizamabad)	BPT Steam	5400	5400	Unch
	BPT raw	5200	5200	Unch
	kolam Steam Sortex	5600	6000	-400
	JSR (Jai Shree Ram) kolam	5400	5800	-400
	IR-64	2700	2600	100
	Kinki	2600	2400	200
Telangana (Hyderabad)	IR-64-Bold Sortex	3000	2900	100
	Sona Masuti Steam	4900	4800	100
	IR-Silki Sortex	2800	2700	100
Uttarakhand (Uddhamsingh Nagar)	Organic Basmati	11000	11000	Unch
	Dehraduni Basmati	9300	9600	-300
	1121 Steam	9300	9100	200
	1509 Steam	8700	8600	100
	Sugandha White Parboiled (Sella)	6000	6000	Unch
	Parmal White Parboiled (Sella)	4300	4300	Unch
	Sharbati Steam	6300	6300	Unch
Gujarat (Ahmedabad)	IR-08 Jaya Sortex	3000	3000	Unch
	Parmal Sortex	3000	3000	Unch
	Kolam Sortex	3300	3300	Unch

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