Rice Weekly Research Report

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Outlook and Review:

- Paddy Sowing continues in India while sowing of pulses, coarse cereals, millets and oilseeds is almost over. The final sowing figures for the current Kharif season should be known by October 2. The previous record was achieved in 2016 when farmers had sown Kharif crops in a total area of 1,075.71 lakh hectare. As per the data releases by Ministry of Agriculture, total area sown under paddy has increased by 8.27 per cent to 396.18 lakh hectare as on 4th September in the current Kharif season from 365.92 lakh hectare in the year-ago.

- India's 5% broken parboiled weekly rice prices were unchanged at USD 384- USD 390 per tonne. Exporters have not made any changes in prices, but they will raise prices if rupee rises further. The rupee has appreciated about 3% over the past two weeks.

- Rice export prices in Thailand eased this week, breaking a three-week-long rally as the Baht slid due to the sudden resignation of the Thai finance minister. Prices of Thailand's 5% broken rice slipped to USD 500- USD 513 per tonne this week from USD 500- USD 520 last week. Country is already facing uncertainty in an economy due to the staggering impact of the corona virus. Fresh supplies also contributed to the lower prices.

- Rates for Vietnam's 5% broken rice rose to $490 a tonne this week from USD 480- USD 490 last week on thin supplies, but weak demand should prevent a further rise in coming weeks. Supplies are not likely to build up until the autumn-winter harvest starting November. Preliminary government data showed Vietnam's rice shipments in the first eight months likely fell 1.7% to 4.5 million tonnes from last year.

- Neighbouring Bangladesh continued to grapple with floods, which has destroyed paddy crop worth USD 4.29 billion and led to a fresh price rise. The decision on importing rice is pending. There is no shortage at the moment, but domestic consumption is likely to increase from 35.8 million tons to 36.25 million tonnes, which may force the country to import.

State wise Wholesale Prices Weekly Analysis for Rice First week September, 2020

State	Prices 01-08 Sep 2020	Prices 24-31 Aug 2020	Prices 01-08 Sep 2019	% Change(Over Previous Week)	% Change(Over Previous Year)
Kerala	3477.36	3493.01	3461.53	-0.45	0.46
Maharashtra	4115.12	3313.83	3450.93	24.18	19.25
Manipur			4480	__	__
NCT of Delhi			4333.33	__	__
Uttar Pradesh	2672.36	2651.75	2489.66	0.78	7.34
Gujarat	4300	4300	3117.67	0	37.92
Jharkhand			3863.59	__	__
Odisha	2684.66	2506.61	2660.43	7.1	0.91

Tripura	2970.27	2998.32	2886.9	-0.94	2.89
Uttrakhand			2731	__	__
West Bengal	2894.76	2871.33	2827.63	0.82	2.37
Andhra Pradesh			4133.33	__	__
Karnataka	3013.26	2665.14	3783.77	13.06	-20.36
Assam			3216.46	__	__
Average	3265.97	3100	3388.3		

Duration	Trend	Average Price Range	Reason
02nd Week of Sept, 2020	Steady to Firm	Rs.3300-3900/Quintal	Overseas demand of Indian rice due to competitive price supports the price at current level.

Weekly Rice Price Change in Delhi Market (Figure: in Rs. /Quintal)

Rice Price	Grade	Change*	05-Sept-20	04 Sept-20	29-Aug-20	04-Aug-20	04-Sept-19
Chirala(A.P)	BPT(Raw)	-50	3300	3300	3350	3300	3200
Jharkhand(Ranchi)	Coarse	0	3300	3300	3300	3100	3000
Ernakulam(Kerala)	Jaya	0	3600	3600	3600	3500	3450
Divi(A.P)	BPT(Steam)	-200	3200	3450	3400	3000	2900
Visakhapatnam	HMT(Raw)	200	4600	4600	4400	3900	3850
Nandyal	Sona Fine	-200	3800	3800	4000	4100	3900
Barasat(W.B)	Masuri	0	3300	3200	3300	3300	3250
Dibrugarh	Common	-200	3200	3200	3400	3200	3000
Jhargram(W.B)	IR-36	100	3000	2800	2900	2900	2350
Jhargram(W.B)	IR-36	200	2900	2900	2700	2600	2300
Karnal	Sarbati Steam	-100	3900	3900	4000	4000	4400
Bangarpet(Kar)	Sugandh Sela	-100	4500	4500	4600	4600	5000

Comparative Rice Varity Prices of Delhi (Naya Bazaar) in Rs./Quintal)

Variety	Today	Week Ago	Month Ago	Year ago	% Change From last week	% Change from last Month	% Change from last Year
	29-Aug-20	22-Aug-20	30-Jul-20	31-Aug-19			
1121 Steam	6400	6200	6300	7500	3.23	1.59	-14.67
1121 Sella	5200	5250	5100	6300	-0.95	1.96	-17.46
1121 Raw	7100	7000	6200	7600	1.43	14.52	-6.58
Basmati Raw	8800	8500	8500	9400	3.53	3.53	-6.38
1509 Steam Wand New	5500	5100	4800	6600	7.84	14.58	-16.67
Sugandh Steam	4600	4600	4500	5500	0.00	2.22	-16.36
Sharbati Raw	3800	3800	4000	4050	0.00	-5.00	-6.17
Pusa Raw Wand	6100	5700	5600	5700	7.02	8.93	7.02
Parmal Sella	3750	3750	3600	3200	0.00	4.17	17.19

Paddy Kharif Sowing Updates as on 04th September 2020-

State	This Year	Last Year
Andhra Pradesh	12.2	11.4
Arunachal Pradesh	1.17	1.17
Assam	18.76	19.09
Bihar	32.8	27.74
Chhattisgarh	37.73	37.79
Gujarat	8.36	8.23
Haryana	13.28	13.25
J&K	1.1	1.15
Jharkhand	17.3	13.41
Karnataka	8.23	5.96
Madhya Pradesh	28.62	23.38
Maharashtra	14.19	14.04
Nagaland	1.95	2.11
Odisha	36.81	36.51
Punjab	27.36	29.2
Rajasthan	1.97	1.82
Tamil Nadu	3.91	2.28
Telangana	19.62	10.71
Uttar Pradesh	60.14	60.05
Uttarakhand	2.49	2.49
West Bengal	42.39	38.35
Others	5.8	5.99
All-India	**396.18**	**365.92**

State wise Progressive Procurement As on 04.09.2020

State	Procurement(in Lakh Tons) 2019-20	2018-19
AP	53.18	32.25
Telangana	74.64	36.14
Assam	1.28	0.52
Bihar	13.41	9.28
Chhattisgarh	46.56	40.80
Haryana	43.03	39.09
Jharkhand	2.55	1.53
Kerala	4.75	4.07
M.P	17.40	13.95
Maharashtra	10.14	4.25
Odisha	47.01	34.48
Punjab	108.76	113.34
Tamilnadu	17.27	11.48
U.P	37.90	32.33
Uttrakhand	6.81	4.62
West Bengal	15.15	16.54
Total	**509.41**	**395.05**

All-India progressive procurement of Rice as on 24.08.2020 for Kharif Marketing Season (KMS) 2019-20 is 509.41.lakh tons against the procurement of 395.05 lakh tonnes in the corresponding period of last year.

IGC Balance Sheet:

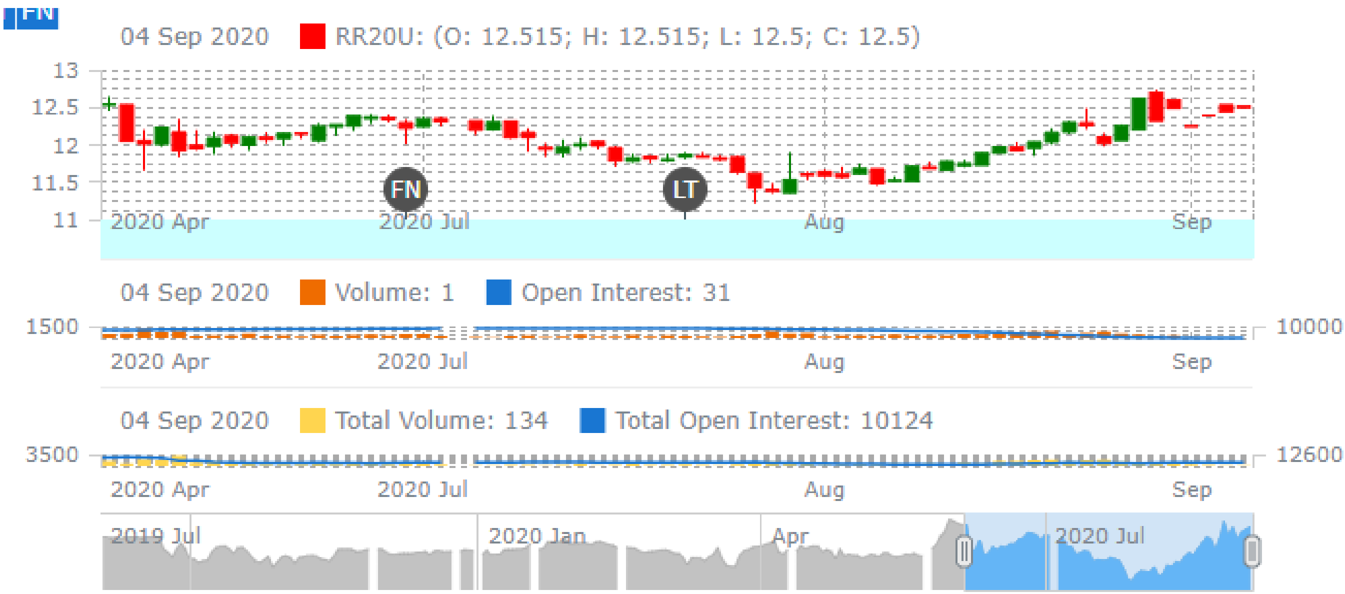
Attributes (Fig in Million Tons)	2015-16	2016-17	2017-18 Estimate	(2019-20) Forecast. 28.05.2020	(2020-21) Projection. 25.06.2020
Production	475	487	490	506	505
Trade	40	48	48	44	44
Consumption	475	488	494	500	501
Carryover stocks	164	174	176	182	180
Y-O-Y change	9	9	3	-	4
Major Exporters	31	39	42	46	46

Note: Major exporters are India, Pakistan, Thailand, Vietnam, and United States

IGC Rice Balance sheet Highlights: With few changes to the 2019-20 global **rice** supply and demand balance sheet from previously, end-season carryovers are maintained at 176 million tons, a record level on gains in China and leading exporters. The 2020/21 production outlook is trimmed m/m, with the net reduction in total supplies leading to a modestly lower figure for inventories, placed at 180 million tons, albeit still a new high. The projection for trade in 2021 is unchanged m/m, at 44 million tons (+4% y/y).

Rice Price Trend @ CBOT Sept- 2020, Rough Rice)

(Prices in US$/hundredweight)



Market Analysis

The CBOT Sept-2020, month rough chart for rice indicates weak movement from last month. We expect market to hover in the range of USD 11.00-14.50 hundred weights in coming sessions.

Price Projection (International-CBOT)

Duration	Trend	Price Range
02nd Week of Sept-2020	Steady to Firm	USD/ Hundred Weight 11.20-15.50

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