Rice Weekly Research Report

Contents

Outlook and Review:

- 262.32 lakh tonnes of paddy had been procured from Punjab, Haryana Uttar Pradesh, Telangana, Uttarakhand, Tamil Nadu, Chandigarh, Jammu Kashmir, Gujarat and Andhra Pradesh till November 10, which was 214.17 lakh tonnes during the same period last year i.e. paddy purchase increased by 20.80%. 185.33 lakh tonnes of paddy has been purchased from Punjab alone.

- India's 5 percent broken parboiled variety was unchanged at USD 366-USD 370 per tonne, the lowest since end-March. New season supplies are rising in Andhra Pradesh, Chhattisgarh and West Bengal. Export demand is a bit weak right now; Paddy supplies have been rising in southern and eastern states from the Kharif sown rice crop. As per trade sources, the government has been buying paddy rice from farmers aggressively, but still ample amount of rice is available for traders.

- Rabi sowing has been started on a good note, in most of the states. As on 06th November, paddy area has reported to 5.87 lakh hectares against 5.79 lakh hectares same period previous year.

- Vietnam's 5% broken rice prices rose to USD 495-USD 500 per tonne from USD 493-USD 497 last week. Buyers from the Philippines and China have returned to place new orders. Domestic supplies are low, and the ongoing autumn-winter harvest will end this month.

- As per data released by Vietnam Food Association, Vietnam's rice exports in October fell 5.8% from September to 362,930 tonnes. For the first 10 months of this year, total shipments fell 2.8% from a year earlier to 5.35 million tonnes.

- Thailand's benchmark 5% broken rice prices jumped to USD 470-USD 485 from USD 455-USD 458 a week earlier. The Baht scaled a 10 month-peak this week, translating into higher export prices in U.S. dollars. Thailand officially entered the winter season in late October, with rainfall becoming sparser, prompting worries that the volume of new crops being harvested at present would be lower.

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

State	Prices 01-08 Nov 2020	Prices 24-31 Oct 2020	Prices 01-08 Nov 2019	% Change(Over Previous Week)	% Change(Over Previous Year)
Gujarat	4300	4300	3203.84	0	34.21
West Bengal	2800.29	2764.25	2782.39	1.3	0.64
Jharkhand			3582.49	__	__
Karnataka	3542.21	3251.64	3895.59	8.94	-9.07
Maharashtra	3642.45	3560.9	3619.99	2.29	0.62
Odisha	3083.47	3380.42	2599.52	-8.78	18.62
Meghalaya			3800	__	__
Tripura	3026.38	2999.74	2924.95	0.89	3.47
Uttar Pradesh	2470.59	2469.05	2505.98	0.06	-1.41
Manipur			4673.45	__	__
Kerala	3489.78	3486.2	3489.84	0.1	0
Assam			2978.26	__	__
Andhra Pradesh			4106.25	__	__
Punjab			2490	__	__
Uttrakhand			2409.13	__	__
Average	3294.4	3276.52	3270.78		

*

Duration	Trend	Average Price Range	Reason
03rd Week of Nov, 2020	Steady	Rs.3200-3700/Quintal	Fresh Arrival starts in many northern states which may pressurize the rice and paddy market; however demand may put support on prices on medium term.

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

Variety	Today 13-Nov-20	Week Ago 7-Nov-20	Month Ago 13-Oct-20	Year ago 13-Nov-19	% Change From last week	% Change from last Month	% Change from last Year
1121 Steam	5800	5400	5950	5500	7.41	-2.52	5.45
1121 Sella	4700	4600	5000	5400	2.17	-6.00	-12.96
1121 Raw	5800	5400	5800	5800	7.41	0.00	0.00
Basmati Raw	8800	8800	8800	8900	0.00	0.00	-1.12
1509 Steam Wand New	5200	5000	4500	5400	4.00	15.56	-3.70
Sugandh Steam	4200	3800	4300	4600	10.53	-2.33	-8.70
Sharbati Raw	3800	3600	3600	4300	5.56	5.56	-11.63
Pusa Raw Wand	5300	5200	5700	4500	1.92	-7.02	17.78
Parmal Sella	3200	3000	3200	3150	6.67	0.00	1.59

Paddy Kharif Sowing Updates as on 18th September 2020-

	RICE				
State	**Normal Area**	**Area sown reported**			**Absolute Change**
		This Year	**% of Normal**	**Last Year**	
Andhra Pradesh	**15.19**	14.02	92.3	13.23	0.79
Arunachal Pradesh	**1.30**	1.17	89.9	1.31	-0.14
Assam	**20.55**	21.22	103.3	19.67	1.55
Bihar	**31.85**	33.07	103.8	27.72	5.35
Chhattisgarh	**37.64**	37.84	100.5	38.14	-0.30
Goa	**0.27**	0.24	88.1	0.28	-0.04
Gujarat	**7.78**	8.39	107.8	8.47	-0.08
Haryana	**13.79**	13.28	96.3	13.57	-0.29
Himachal Pradesh	**0.73**	0.74	101.6	0.73	0.01
J&K	**2.80**	1.16	41.4	1.15	0.01
Jharkhand	**16.12**	17.38	107.8	13.57	3.81
Karnataka	**9.28**	9.98	107.5	7.330	2.65
Kerala	**1.47**	0.68	46.4	0.68	0.00
Madhya Pradesh	**21.67**	28.71	132.5	24.60	4.11
Maharashtra	**14.57**	14.98	102.8	14.780	0.20
Manipur	**0.42**	1.95	467.3	0.97	0.98
Meghalaya	**0.97**	0.97	99.8	0.97	0.00

Mizoram	**0.36**	0.35	97.1	0.00	0.35
Nagaland	**2.01**	1.95	97.0	2.11	-0.16
Odisha	**36.67**	37.02	101.0	37.42	-0.40
Punjab	**29.87**	27.36	91.6	29.20	-1.84
Rajasthan	**1.87**	1.97	105.1	1.82	0.15
Sikkim	**0.10**	0.10	97.8	0.00	0.10
Tamil Nadu	**16.06**	4.96	30.9	3.85	1.11
Telangana	**9.59**	20.74	216.3	12.29	8.45
Tripura	**2.00**	0.42	21.0	1.65	-1.23
Uttar Pradesh	**58.30**	60.14	103.1	60.05	0.09
Uttarakhand	**2.44**	2.49	101.9	2.49	0.00
West Bengal	**41.20**	43.34	105.2	40.31	3.03
Others	**0.28**	0.35	126.4	0.35	0.00
All-India	**397.29**	**406.97**	**102.4**	**378.71**	**28.26**

State wise Progressive Procurement As on 25.09.2020

State	Target in Marketing season 2019-20 (October– September)	In Marketing season 2019-2020	In Marketing season 2018-19
Andhra Pradesh	*63.37*	*54.24*	*48.09*
Telangana	*91.92*	*74.54*	*51.86*
Bihar	*12.00*	*13.41*	*9.49*
Chhattisgarh	*48.00*	*49.39*	*39.13*
Haryana	*40.00*	*43.03*	*39.41*
Kerala	*4.50*	*4.82*	*4.65*
Madhya Pradesh	*14.00*	*17.40*	*14.62*
Maharashtra	*12.70*	*11.57*	*5.80*
Odisha	*43.50*	*47.63*	*43.83*
Punjab	*114.00*	*108.76*	*113.34*
Tamil Nadu	*13.44*	*21.84*	*12.70*
Uttar Pradesh	*33.00*	*37.90*	*32.30*
Uttarakhand	*5.00*	*6.82*	*4.62*
West Bengal	*26.00*	*16.32*	*19.50*
All-India	***529.05***	***513.29***	***442.33***

As on 25 September, during KMS 2019-20, Progressive Procurement of Rice was 513.29 lakh MT compared to 442.33 lakh MT during corresponding period of KMS 2018-19. This year in ongoing marketing season, procured quantity of Wheat & Rice has reached at all time high level.

IGC Balance Sheet:

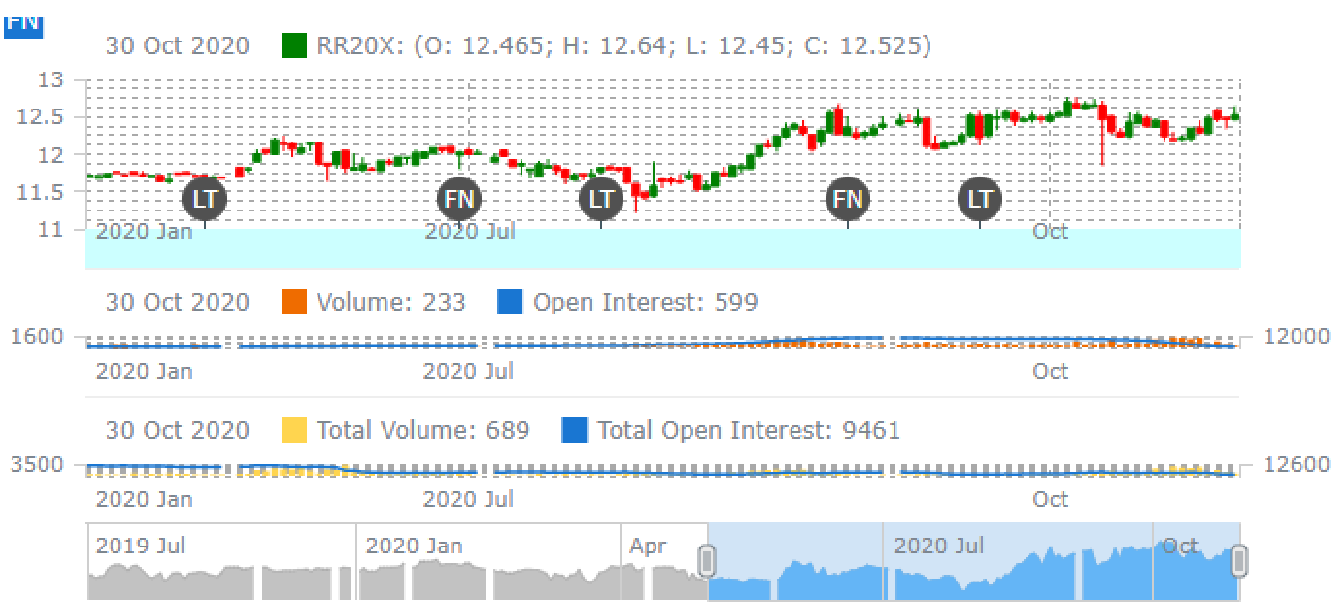
Attributes (Fig in Million Tons)	2017-18	2018-19	2019-20 Est.	2020-21 Forecast 27.08.2020)	24.09.2020
Production	494	498	497	505	504
Trade	46	43	42	45	45
Consumption	485	487	495	500	500
Carryover stocks	165	175	177	181	180
Y-O-Y change	9	10	2		4
Major Exporters	32	39	44	47	45

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

Despite an anticipated 14% y/y increase in India's exports, global rice trade is seen falling for a third successive season in 2020 owing to a contraction in buying by African countries. This also partly explains expectations for a steep decline in Thailand's sales to a multi-year low. World consumption in 2019-20 is forecast to expand, with growth in India linked to COVID-19-related food security measures. Inventories are seen broadly steady y/y as gains in key exporters and China offset falls in importing nations. Underpinned by firm prices and broadly favorable conditions, production in 2020-21 could edge up to a peak of 504 million tonnes (497m), with uptake and inventories potentially reaching new highs. Trade is expected to rebound by 7% in 2021 on stronger African demand.

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

(Prices in US$/hundredweight)



Market Analysis

The CBOT November-20 month rough chart for rice indicates steady to firm tone from last month. We expect market to hover in the range of USD 12.00.80-13.50 hundred weights in coming sessions.

Price Projection (International-CBOT)

Duration	Trend	Price Range
02nd Week of Nov-2020	Steady to Firm	USD/ Hundred Weight 11.50-14.50