Rice Weekly Research Report

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Outlook and Review:

- Odisha began its shipment from Paradip port ,first assignment had been sent on 3rd may expected more export of rice this season.
- The rice production target for the 2021-22 kharif season is set at a record 104.3 million tonne.
- On Damanand and Nagar Haveli Prashan, 152 tonnes of wheat and 130 tonnes of rice were distributed under PMGKAY-3.
- In Gujarat, the Center has distributed 16805 tonnes of wheat and 9929 tonnes of rice as part of the free distribution scheme.
- Andhra Pradesh received 1.24 lakh tonnes of rice under this program.
- Telangana received 95,840 tonnes of rice. In terms of total food grains, 32,294 tonnes of wheat and 3,60,627 tonnes of rice have been lifted for PMGKAY, bringing the total to 3,92,921 tonnes.
- Government procurement of paddy has been 715.35 lakh tonnes till 28 April.Last year 654.40 lakh tonnes of paddy was procured.
- Paddy was cultivated on 45.32 million hectares, out of which 18.73 million hectares harvested.
- Andhra Pradesh, Karnataka, and Tamil Nadu have finished harvesting their paddy fields.
- UAE rice consumption and imports are expected to rise by 15%, or 150,000 MT, to 1.15 MMT in MY2021/22 as the UAE economy expands and stockpiles remain stable. Due to the negative impact of COVID-19 on demand, Post has revised MY2019/20 rice consumption down by 150,000 MT to 850,000 MT. MY2021/22 rice ending stocks are expected to be 250,000 MT, slightly higher due to the UAE's strategic grain reserve.
- Non-basmati rice exports have increased from Rs 13,030 crore to Rs 30,277 crore as a result of entry into new markets such as Timor-Leste, Papua New Guinea, Brazil, Chile, and Puerto Rico. Togo, Senegal, Malaysia, Madagascar, Iraq, Bangladesh, Mozambique, Vietnam, Tanzania Republic, and Madagascar were also recipients of exports.
- The arrival of paddy in the mandiss is constantly weakening. In anticipation of increased export demand, millers increased their purchases of basmati paddy. The price of basmati paddy increased by 75/100 rupees in a week. If demand rises further, prices may rise by 50/100 rupees. There is a chance that domestic rice demand will increase.
- Average monthly wholesale rice prices in India stood at around Rs.3205 per quintal in March- 2021, down by 3.31% from Rs.3315 per quintal in February-2021 and up by 0.47% from Rs.3190 per quintal a year ago.
- India’s MY 2020-2021 domestic rice prices are holding steady thanks to the government of loading significant amounts of subsidized rice, which subdues potential price increases. Market prices during the rest of MY 2020-2021 till September will remain stable on expected good rabi harvest but may be affected by export demand and international price movements.
- The price of top exporter India's 5% broken parboiled variety has dropped to a near three-month low of $388 to $392 per tonne, down from $390-$395.This week, the rupee fell to a nine-month low, increasing traders' margins from overseas sales.
- India's rice export rates fell this week due to a weaker rupee, with exporters concerned that upcoming shipments could be hampered by a worsening coronavirus situation, while Vietnamese prices fell to a five-month low due to lower domestic crop quality.
- The Boston Agriculture Department (Usda) forecasts global rice production of 50.42 million tonnes during the current marketing season of 2020-21, up from 49.77 million tonnes in the 2019-20 season and 49.73 million tonnes in the 2018-19 season. Is fairly high.
- On April 1, 2021, there were 499.4 Lakh tonnes of rice stock and 772.33 Lakh tonnes of grain stock. The central pool stock of 491.5 lakh tonnes of rice on April 1, 2020, for a total stock of 738.5 lakh tonnes. Wheat and rice stocks are higher this year than last.

State wise Wholesale Prices Weekly Analysis for Rice Fourth week April, 2021

State	Prices 01-08 May 2021	Prices 24-30 Apr 2021	Prices 16-23 Apr 2021	Prices 01-08 May 2020	% Change(Over Previous Week)	% Change(Over Previous to Previous Week)	% Change(Over Previous Year)
Karnataka	4265.13	4534.91	4551.91	3287.63	-5.95	-6.3	29.73
Uttar Pradesh	2466.2	2461.68	2449.61	2570.21	0.18	0.68	-4.05
West Bengal	2759.3	2788.92	2777.23	2923.44	-1.06	-0.65	-5.61
Maharashtra	4243.68	3653.38	3511.39	4864.02	16.16	20.85	-12.75
Tripura	2904.24	2932.86	2909.26	3154.33	-0.98	-0.17	-7.93
Jharkhand	2469.35	2466.67	2445.59		0.11	0.97	—
Kerala	3492.39	3483.74	3471.52	3523.25	0.25	0.6	-0.88
Odisha	3061.95	2877.47	2843.12	2593.46	6.41	7.7	18.06
Gujarat			4065.11	4371.92	—	—	—
Uttrakhand				2802.72	—	—	—
Average	**3207.78**	**3149.95**	**3224.97**	**3343.44**			

Prices in Rs/Quintal

Outlook :-

Duration	Trend	Average Price Range	Reason
01st Week of May, 2021	Steady to Weak	Rs.2500-3200/Quintal	Good export 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)

Market	Variety	Today	Week Ago	Month Ago	Year ago	% Change From last week	% Change from last Month	% Change from last Year
		07-May-21	01-May-21	09-Apr-21	09-May-20			
Delhi	**1121 Steam**	6100	6000	6200	6450	**1.67**	**-1.61**	**-5.43**
	1121 Sella	5350	5250	5200	5200	**1.90**	**2.88**	**2.88**
	1121 Raw	6100	6000	6200	6400	**1.67**	**-1.61**	**-4.69**
	Basmati Raw	9900	9800	10400	7200	**1.02**	**-4.81**	**37.50**
	1509 Steam Wand New	5800	5700	5700	5800	**1.75**	**1.75**	**0.00**
	Sugandh Steam	5100	5000	4900	4800	**2.00**	**4.08**	**6.25**
	Sharbati Raw	4900	4700	4600	4000	**4.26**	**6.52**	**22.50**
	Pusa Raw Wand	6000	5700	5700	5000	**5.26**	**5.26**	**20.00**
	Parmal Sella	3350	3300	3300	3500	**1.52**	**1.52**	**-4.29**

State wise Progressive Procurement As on 05.04.2021

STATES/ UTs	In Marketing season 2020-21	In MY season 2019-20
A.P.	55.33	35.24
Assam	2.11	0.79
Bihar	13.41	23.4
Chandigarh	0.15	0.19
Chhattisgarh	52.24	39.76
Gujarat	0.14	0.74
H.P.	0	0
Haryana	43.07	37.89
J&K	0.1	0.26
Jharkhand	2.55	3.75
Karnataka	0.41	1.38
Kerala	4.83	4.15
M.P.	17.4	24.97
Maharashtra	11.67	9.07
NEF (Tripura)	0.14	0.08
Odisha	47.98	42.8
Punjab	108.76	135.89
Rajasthan	0	0
Tamilnadu	22.04	20.88
Telangana	74.54	39.97
U.P.	37.9	44.78
Uttrakhand	6.82	7.12
West Bengal	18.38	15.53
	519.97	488.64

As on 1st May 2021, during KMS 2020-21, Progressive Procurement of Rice was 482.96 lakh MT as compared to 316.51 lakh MT during corresponding period of KMS 2019-20.

IGC Balance Sheet:

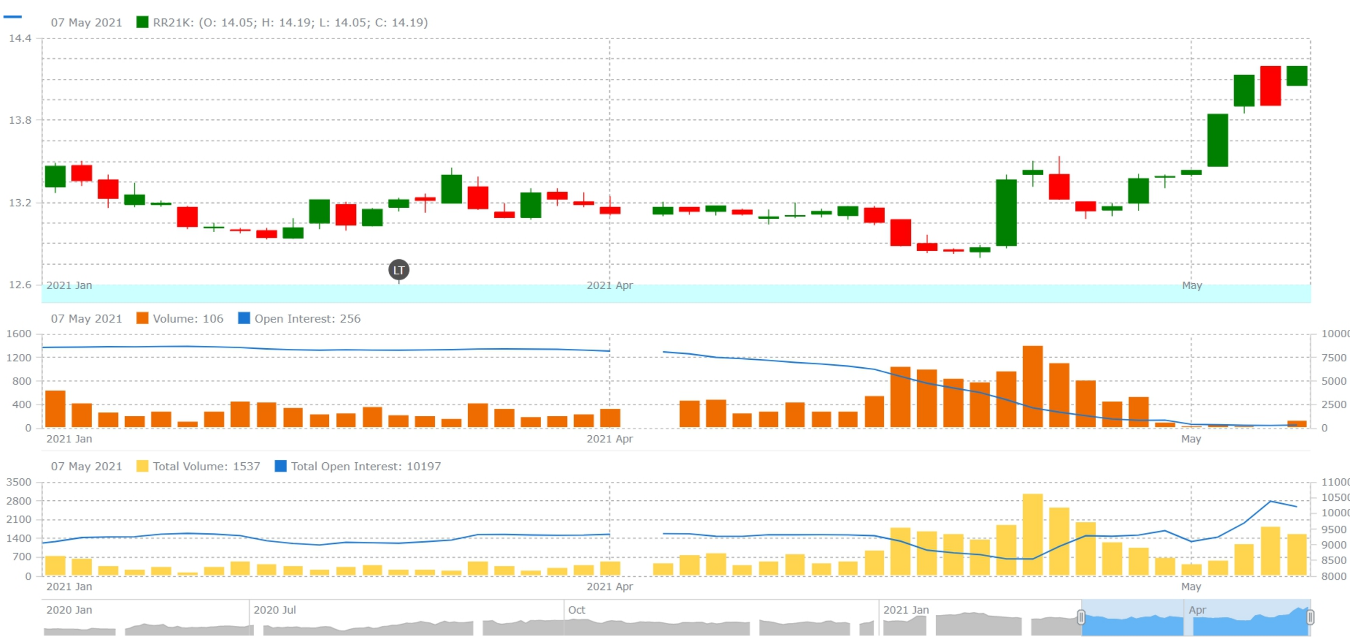
Attributes (Fig in Million Tons)	2017-18	2018-19	2019-20 Est.	25.03.2020	29.04.2021
Production	494	498	504	510	509
Trade	46	43	46	46	46
Consumption	485	487	504	507	506
Carryover stocks	165	175	173	177	176
Y-O-Y change	9	10	0		3
Major Exporters	32	39	38	41	40

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

Reflecting larger crops in Asia, world rice production in 2020/21 is estimated at a new high, with record utilisation resulting in a marginal tightening of inventories. Global output in 2021/22 is projected to increase by 1% to a new peak, including larger outturns in India and China. Population growth should lift food use in Asia, taking consumption to a fresh high, with carryovers predicted at a peak of 176m t. Trade is projected at 46m t in 2022, little-changed y/y, with firm demand from buyers in Africa again likely to be a central feature.

Rice Price Trend @ CBOT March- 2021, Rough Rice)

(Prices in US$/hundredweight)



Market Analysis

The CBOT May-21 month rough chart for rice indicates steady to weak tone from last month. We expect market to hover in the range of USD 14.00. -15.00 hundred weights in coming sessions.

Price Projection (International-CBOT)

Duration	Trend	Price Range
01st Week of Mayl-2021	Steady to Weak	USD/ Hundred Weight 13.50-14.90