

# Rice Weekly Research Report

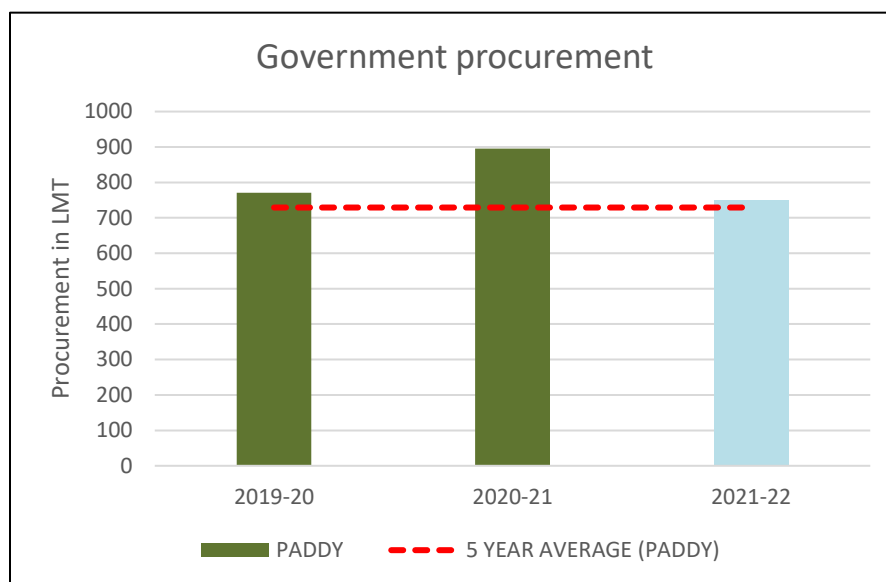
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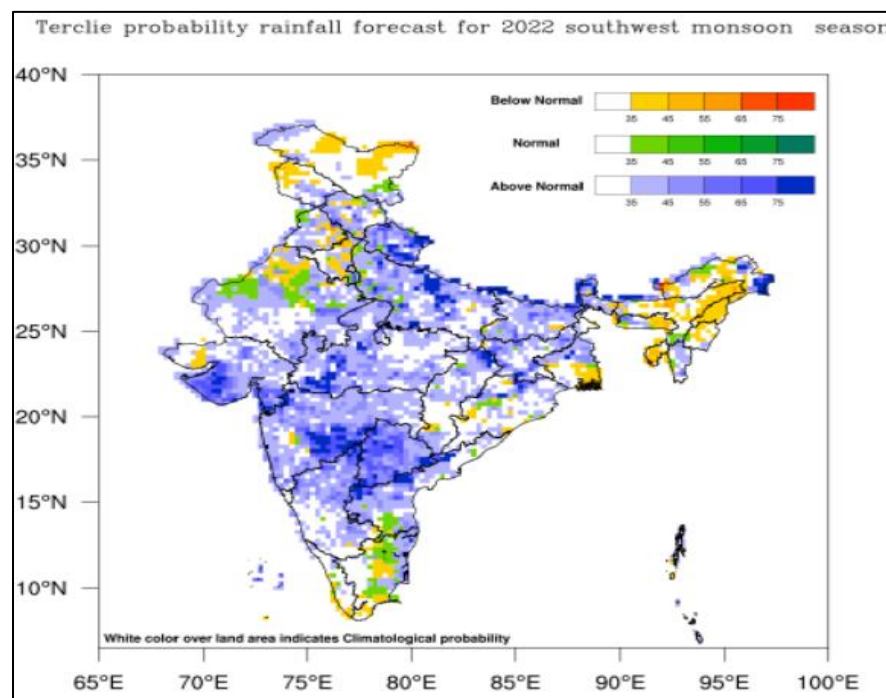
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### Outlook and Review:

- As of 11th April, the Centre has procured 752.68 lakh tonne of paddy in the ongoing 2021-22 marketing year so far at the minimum support price (MSP). Till now, about 108.73 lakh farmers have been benefited. The KMS 2021-22 has been extended till April 15th in Jharkhand. For RMS 2022-23, several states have started the preparation for the procurement of paddy. The current procurement is at par with 5 year average though less than last year's procurement.

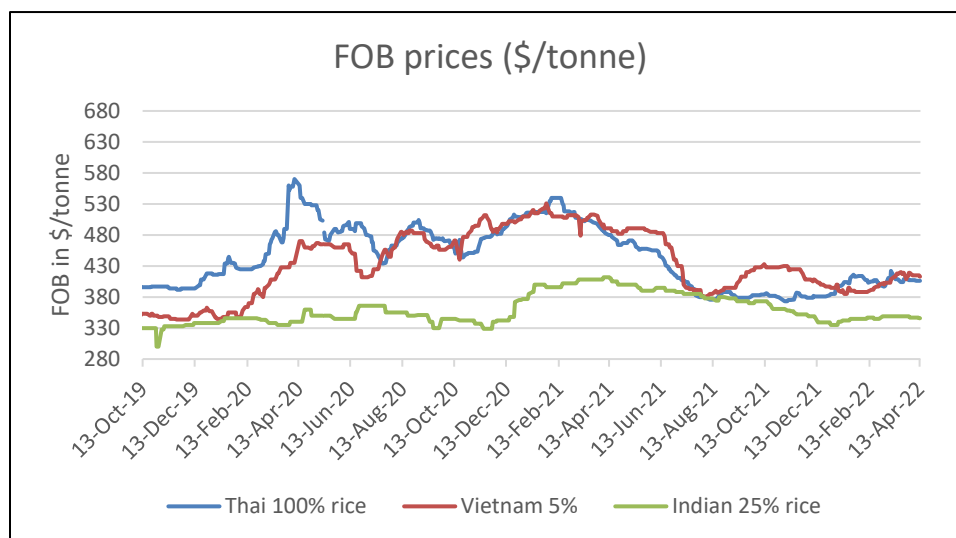


- IMD has released its 1<sup>st</sup> stage forecast for SW Monsoon where a normal monsoon condition of 99% of LPA is expected for June-Sept season. This also points that rice crop to be benefitted from the normal rainfalls. If the acreage remains same compared to previous year, we can expect higher yield and production for 2022-23 MY. The shows the probability of rainfall region-wise for 2022 SW Monsoon season.



- India's 5% broken rice was quoted at \$364 to \$368 per tonne, down from last week's \$365-\$369 due to weak rupee and high supplies after extension of free grain supply to poor people. Supplies are rising from milling of the new season crop and the government releasing last year's harvest.
- Vietnam's 5% broken rice prices were offered at \$420-\$425 per tonne, against \$400-\$415 last week. Prices rose due to the general inflation situation in the world, especially food prices. And farmers have to pay more for fertilizers and pesticides. The trading activity remains quiet and the winter-spring harvest in the Mekong is expected to be completed by month-end.

- Thailand's 5% broken rice prices were unchanged at \$408-\$412 per tonne, as the market was closed for Songkran, the traditional New Year holiday.

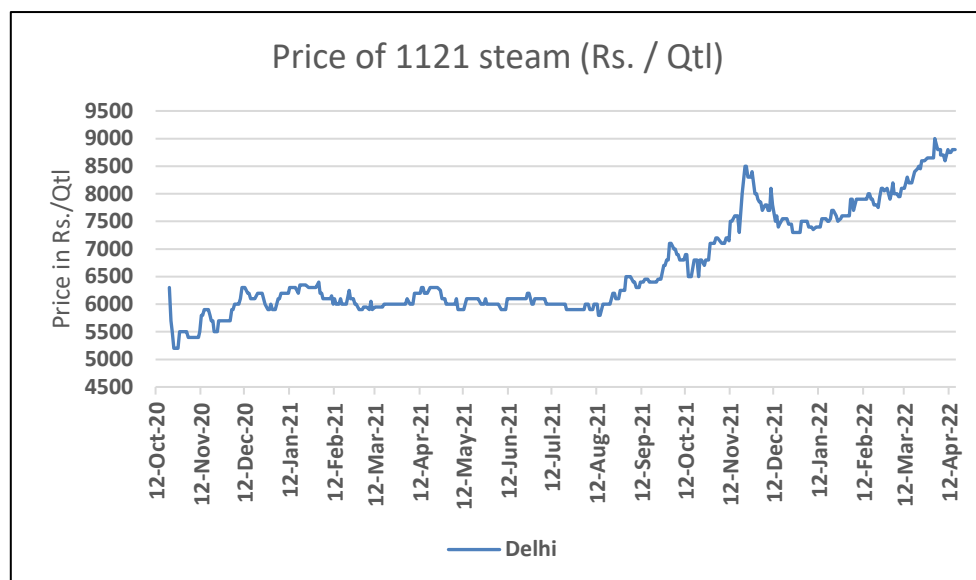


### State wise Wholesale Prices Weekly Analysis for Rice second week April, 2022

State	09 <sup>th</sup> -15 <sup>th</sup> Apr 2022	01 <sup>st</sup> -08 <sup>th</sup> Mar 2022	24 <sup>th</sup> -31 <sup>st</sup> Mar 2022	09 <sup>th</sup> -15 <sup>th</sup> Apr 2021	% Change (Over Previous Week)	% Change (Over Previous Year)
Bihar	2300	2300	2596.79	-	Unch	-
Jharkhand	-	-	-	2400	-	-
Maharashtra	3872.45	3648.89	3922.58	3305.67	6.13	17.15
Odisha	2854.28	2960.56	2654.46	2946.3	-3.59	-3.12
Tripura	3008.7	2996.2	3013.47	2942.12	0.42	2.26
Uttar Pradesh	2545.23	2555.65	2553.3	2489.58	-0.41	2.24
Uttarakhand	2849.96	2748.64	-	-	3.69	-
West Bengal	2816.38	2839.19	2980.45	2859.71	-0.8	-1.52
Gujarat	4345.74	4317.73	4263.34	4139.42	0.65	4.98
Karnataka	4172.25	4010.24	3806.88	4622.5	4.04	-9.74
Manipur	3465.17	3452.83	3451.86	-	0.36	-
Kerala	3591.24	3663.74	3624.23	3473.21	-1.98	3.4
NCT of Delhi	-	4300	-	-	-	-
Average	3256.49	3316.14	3286.74	3242.06	-1.80	0.45

Prices in Rs/Quintal

(source: Agmarknet)



Prices are showing steady to firm trend. And it is expected that Basmati rice market to trade firm in coming days. As Ramzan is going to end in coming few weeks, the demand from middle East countries is increasing. Iran and Yemen is increasing supply from India. Order from Iran for \$1250 per tonne is supporting the basmati market currently and Yemen is in talks to purchase 400,000 MT of basmati rice

**Outlook (Narella 1121 Steam): -**

Duration	Trend	Average Price Range	Reason
Fourth Week of April, 2022	Slightly firm bias	Rs.8700-8900/Quintal	Low demand and Low stocks availability
First Week of May, 2022	Firm bias	Rs.8900-9100/Quintal	Low stocks and good export demand
Second Week of May, 2022	Firm bias	Rs.9000-9200/Quintal	Good domestic demand due to marriage season.

### Comparative Rice Variety 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
		16-Apr-22	08-Apr-22	16-Mar-22	16-Apr-21			
Delhi	1121 Steam	8800	8700	8200	6200	1.15	7.32	41.94
	1121 Sella	8100	7850	7300	5250	3.18	10.96	54.29
	1121 Raw	8800	8800	8300	6300	Unch	6.02	39.68
	Basmati Raw	10300	10000	10000	10000	3.00	3.00	3.00
	1509 Steam Wand New	8550	8500	7600	5900	0.59	12.50	44.92
	Sugandh Steam	7350	7300	6600	5000	0.68	11.36	47.00
	Sharbati Raw	6200	6000	5750	4900	3.33	7.83	26.53
	Pusa Raw Wand	7750	7600	6600	5800	1.97	17.42	33.62
	Parmal Sella	3550	3550	3200	3300	Unch	10.94	7.58

### Rabi Paddy Sowing Updates as on 04<sup>th</sup> February, 2022:

State	Normal Area	Area sown reported			Absolute Change
		This Year	% of Normal	Last Year	
Andhra Pradesh	6.89	6.750	97.97	7.150	-0.400
Assam	4.02	1.840	45.77	1.970	-0.130
Bihar	0.71	0.00	0.00	0.00	0.00
Chhattisgarh	-	0.670	-	0.650	0.020
Gujarat	0.45	0.00	0.00	0.00	0.00
Karnataka	1.81	0.070	3.87	0.080	-0.010
Kerala	0.44	0.880	200	0.740	0.140
Maharashtra	0.50	0.00	0.00	0.00	0.00
Manipur	1.83	0.00	0.00	0.00	0.00
Odisha	2.49	0.790	31.73	1.540	-0.750
Tamil Nadu	1.54	11.900	772.72	10.870	1.030
Telangana	7.33	7.760	105.87	14.790	-7.030
Tripura	0.71	0.00	0.00	0.00	0.00
Uttar Pradesh	0.26	0.00	0.00	0.00	0.00
West Bengal	12.81	3.800	29.66	4.150	-0.350
Others	0.72	0.730	101.39	0.730	0.000

All-India	42.51	35.190	82.78	42.670	-7.480
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Source: Agricoop (As on February 04, 2022)

### State wise Ongoing Procurement KMS 2021-22

KMS 2021-22 (Units in LMTs) (as on 11.04.2022)				
S.No.	STATES/ UTs	FCI	State Agency	Total
1	A.P.	0	40.67	40.67
2	Telangana	0	68.66	68.66
3	Assam	0.83	0.81	1.64
4	Bihar	0	44.90	44.90
5	Chandigarh	0.27	0	0.27
6	Chhattisgarh	0	92.01	92.01
7	Gujarat	0	1.22	1.22
8	Haryana	0.60	54.71	55.31
9	H.P.	0.28	0.00	0.28
10	Jharkhand	0	7.15	7.15
11	J&K	0.41	0.00	0.41
12	Karnataka	0	2.19	2.19
13	Kerala	0	3.66	3.66
14	M.P.	0	45.83	45.83
15	Maharashtra	0	13.38	13.38
16	Odisha	0	57.24	57.24
17	Punjab	1.69	185.59	187.28
18	Rajasthan	0.07	0.00	0.07
19	NEF (Tripura)	0	0.31	0.31
20	Tamilnadu	0	31.10	31.10
21	U.P.	1.08	64.45	65.53
22	Uttarakhand	0	11.56	11.56
23	West Bengal	0	22.01	22.01
Total		5.22	747.46	752.68

**IGC Global Rice Balance Sheet:**

Attributes ( Fig in Million Tons)	2018-19	2019-20	2020-21 Est.	2021-22 (Fore.)	
				17.02.2022	17.03.2022
Production	499	500	509	511	514
Trade	43	44	51	49	51
Consumption	488	496	509	509	514
Carryover stocks	175	179	180	181	181
Y-O-Y change	11	4	1	1	0
Major Exporters	40	45	49	51	52

Note: Major exporters are India, Pakistan, Thailand, Vietnam.

The large production of Rice in India is reflected in the IGC's 2021-22 rice output estimate which is lifted by 4 MMT to a peak of 514 MMT, there is an increase in China's imports and 2022 trade outlook is lifted up by 1 MMT and would be steady.

On the basis of bigger and record crops in Asia, world rice output is placed at a peak of 514 MMT, an increase by 1 percent year on year. Tied to expanded food use, coupled with increased feed sector uptake given high prices for traditional ingredients, such as maize, consumption is forecast at a record. Aggregate inventories are predicted little-changed year on year as gains in major exporters offset reductions elsewhere. World import demand is seen at an above-average 51 MMT, nearly unchanged year on year.

**Rice Price Trend @ Rough Rice May-22 (Prices in US\$/hundredweight)**


***Market Analysis***

As depicted from the above chart, falling minor trendline breakout is visible in the chart with its confirmation. Oscillator RSI is also indicating firmness in prices and momentum indicator MACD also pointing firm market and has given bullish crossover. Immediate resistance is seen at 16.24 level. Closing above this resistance would take prices towards the 16.4 to 16.8 level. It is advisable to buy on closing above immediate resistance of 16.24 for an immediate objective of 16.4 to 16.8 level.

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