

# Rice Weekly Research Report

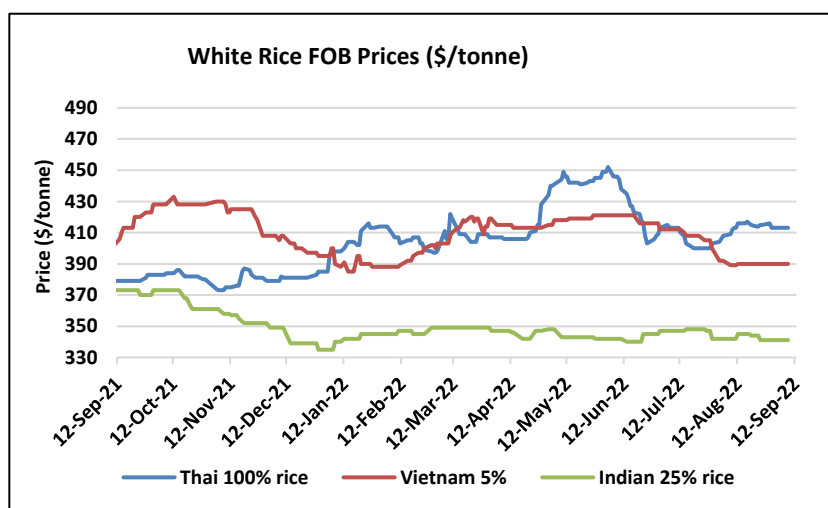
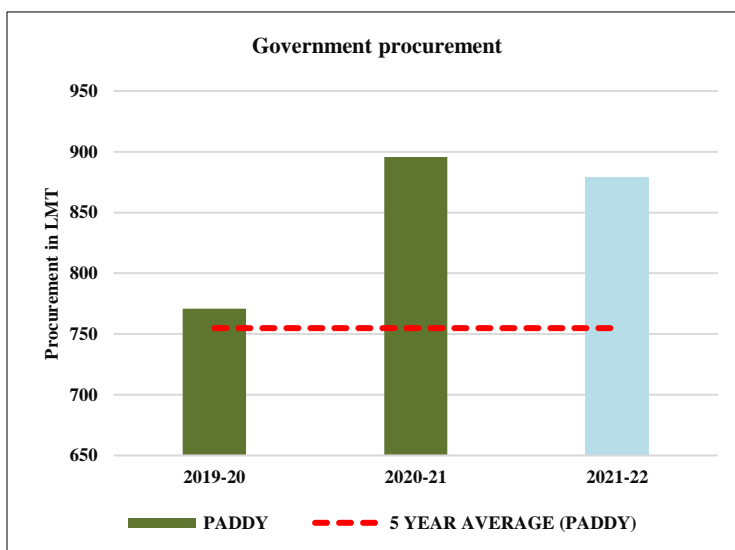
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### Outlook and Review:

- According to the latest data of FCI as of 31<sup>st</sup> Aug 22, the Centre has procured 881.32 lakh tonne (LMT) of paddy in the current 2021-22 marketing year so far at the Minimum Support Price (MSP). Up till this point, the MSP value has benefited around 130.65 lakh farmers.
- As of 2<sup>nd</sup> September 2022, Rice has been sown in 383.99 lakh Ha. of area compared to 406.89 lakh Ha of previous year, down by approximately 5.6%. The lag in acreage has reduced from 13% earlier to 5.6% as recent good rains over eastern and central India have added to some fresh sowing.
- Export price of 5% Broken Parboiled Indian Rice were quoted at \$379-\$387 per Tonne unchanged from last week due to increased demand from Bangladesh.
- Sources state that Vietnam's 5% broken rice prices remained constant at \$390-\$393 per tonne, unchanged from last two weeks.
- As per the sources, a slight increase was reported in Thailand's 5% broken rice prices at \$416-\$420 per tonne as compared to \$415-\$416 per tonne last week due to strong domestic demand and export to Iran.

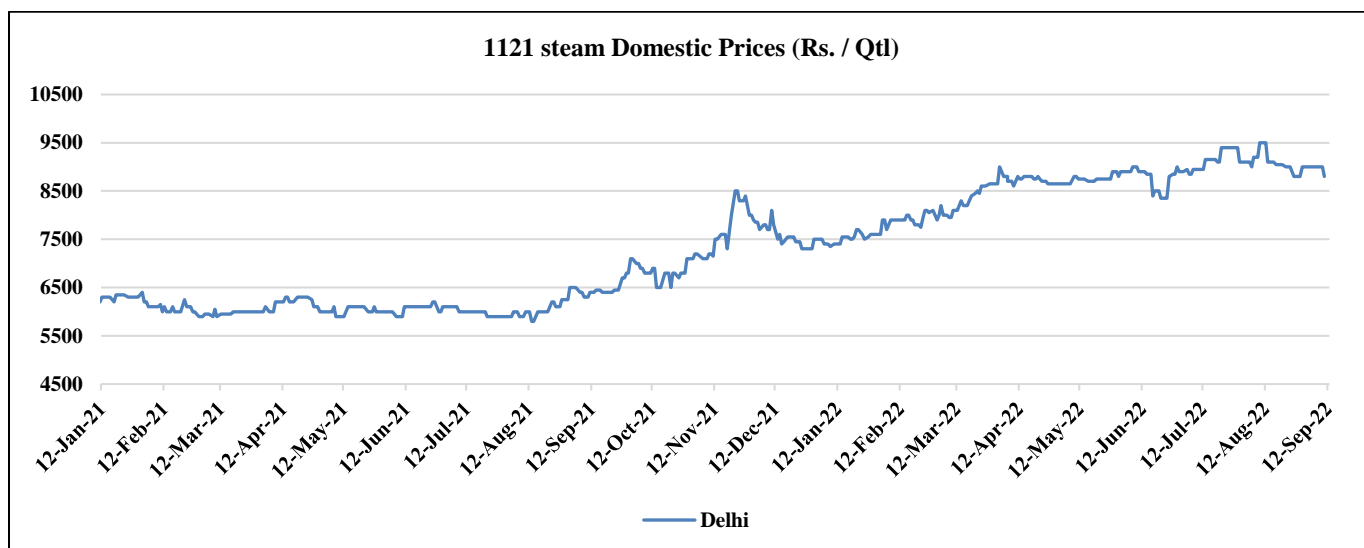


### State wise Wholesale Prices Weekly Analysis for Rice Second Week September, 2022

State	Prices 09-15 Sep 2022	Prices 01-08 Sep 2022	Prices 24-31 Aug 2022	Prices 09-15 Sep 2022	% Change (Over Previous Week)	% Change (Over Previous Year)
Gujarat	3689.39	4163.17	4128.81	3836.84	-11.38	-3.84
Tripura	3107.08	3121.32	3142.6	2901.08	-0.46	7.1
West Bengal	3414.66	3400.08	3364.97	2848.32	0.43	19.88
Karnataka	3909.63	3685.93	4402.8	3811.08	6.07	2.59
Kerala	4045.11	4037.3	4050.3	3401.77	0.19	18.91
Uttarakhand	2096.8	2099.44	2123.65		-0.13	—
Maharashtra	3687.79	3604.17	3609.34	3541.42	2.32	4.13
Manipur	3427.27	3441.46			-0.41	—
Odisha	3016	2940.74	2765.62	2672.25	2.56	12.86
Uttar Pradesh	2638.93	2665.42	2659.41	2548.04	-0.99	3.57
Bihar			2685.88		—	—
NCT of Delhi			6525		—	—
<b>Average</b>	<b>3303.27</b>	<b>3315.9</b>	<b>3587.13</b>	<b>3195.1</b>		

Prices in Rs/Quintal

(source: Agmarknet)



- Rice prices remained firm throughout the week at majority cash markets across the country. At bench market Narella, Delhi, the average weekly prices of Basmati 1121 steam rice traded at Rs. 8,943 per quintal, which is low by almost 0.3% compared to the average weekly prices of past week due to increased arrivals of traditional basmati in the market.

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

Duration	Trend	Average Price Range	Reason
Third Week of September, 2022	Range bound	Rs.8800-8,900/Quintal	Increased arrivals due to harvest season.
Fourth Week of September, 2022	Range bound	Rs.8800-8,900/Quintal	Increased arrivals due to harvest season.
First Week of September, 2022	Range bound	Rs.8800-8,900/Quintal	Increased arrivals due to harvest 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
		12-Sep-22	05-Sep-22	13-Aug-22	13-Sep-21			
Delhi	1121 Steam	8800	9000	9100	6400	-2.22	-3.30	37.50
	1121 Sella	8300	8550	8500	5600	-2.92	-2.35	48.21
	1121 Raw	8800	9100	9100	6400	-3.30	-3.30	37.50
	Basmati Raw	12500	13000	13200	9500	-3.85	-5.30	31.58
	1509 Steam Wand New	7600	7700	8400	6000	-1.30	-9.52	26.67
	Sugandh Steam	7100	7200	7700	5200	-1.39	-7.79	36.54
	Sharbati Raw	6700	6750	6550	4800	-0.74	2.29	39.58
	Pusa Raw Wand	8400	8400	8100	5500	0.00	3.70	52.73
	ParmalSella	4000	4000	3600	3200	0.00	11.11	25.00

**Ongoing Kharif Paddy Sowing Updates as on 2<sup>nd</sup> September 2022:**

Sr.No.	State	Normal Area	Area Covered		Difference in Area coverage	
		(DES)	(Lakh Ha)		with Current Week & Normal	
			2022	2021	2022	Normal
1	Andhra Pradesh	15.17	11.76	12.07	-2.57	-22.46
2	Arunachal Pradesh	1.32	1.36	1.28	6.02	2.57
3	Assam	19.98	19.04	19.33	-1.50	-4.72
4	Bihar	30.76	30.42	32.60	-6.69	-1.12
5	Chhattisgarh	37.31	33.22	37.13	-10.53	-10.96

6	Goa	0.26	0.22	0.22	0.00	-14.43
7	Gujarat	8.16	8.64	8.09	6.80	5.86
8	Haryana	14.06	14.58	13.64	6.89	3.71
9	Himachal Pradesh	0.72	0.88	0.74	18.92	22.58
10	J&K	2.73	1.12	1.17	-4.27	-59.04
11	Jharkhand	15.48	7.78	17.58	-55.76	-49.75
12	Karnataka	9.24	8.37	8.28	1.09	-9.38
13	Kerala	1.48	0.58	0.54	7.41	-60.74
14	Madhya Pradesh	21.44	32.20	38.52	-16.41	50.21
15	Maharashtra	14.52	15.27	14.97	2.00	5.18
16	Manipur	0.40	1.95	1.95	0.00	389.70
17	Meghalaya	0.97	0.76	0.97	-21.86	-21.63
18	Mizoram	0.35	0.34	0.37	-7.03	-2.66
19	Nagaland	2.08	2.00	1.22	64.10	-3.93
20	Odisha	36.20	32.29	33.13	-2.54	-10.79
21	Punjab	29.83	31.33	31.45	-0.38	5.04
22	Rajasthan	2.07	2.28	1.94	17.53	9.91
23	Sikkim	0.09	0.09	0.11	-21.82	-8.12
24	Tamil Nadu	16.32	3.53	3.45	2.29	-78.37
25	Telangana	12.04	23.59	18.88	24.95	95.90
26	Tripura	2.00	1.61	1.62	-0.62	-19.55
27	Uttar Pradesh	57.67	57.65	60.26	-4.33	-0.04
28	Uttarakhand	2.38	2.36	2.33	1.29	-1.01
29	West Bengal	41.64	38.28	42.73	-10.41	-8.08
30	Puducherry	0.11	-	-	-	-
31	Others	0.28	0.50	0.32	56.25	81.75
	All-India	397.06	383.99	406.89	-5.63	-3.29

Source: - GOI

### State wise Ongoing Procurement KMS 2021-22

KMS 2021-22 (Units in LMTs) (as on 31.08.2022)				
S.No.	STATES/ UTs	FCI	State Agency	Total
1	A.P.	0.00	67.56	67.56
2	TELANGANA	0.00	119.05	119.05
3	ASSAM	2.24	2.78	5.02
4	BIHAR	0.00	44.90	44.90
5	CHANDIGARH	0.27	0.00	0.27
6	CHHATISGARH	0.00	92.01	92.01
7	GUJARAT	0.00	1.22	1.22
8	HARYANA	0.60	54.72	55.32
9	H. P.	0.28	0.00	0.28

10	JHARKHAND	0.00	7.53	7.53
11	J&K	0.40	0.00	0.41
12	KARNATAKA	0.00	2.19	2.19
13	KERALA	0.00	7.48	7.48
14	M. P	0.00	45.83	45.83
15	MAHARASHTRA	0.00	17.61	17.61
16	ODISHA	0.00	71.04	71.04
17	PUNJAB	1.69	185.60	187.29
18	RAJASTHAN	0.07	0.00	0.07
19	NEF (Tripura)	0.00	0.58	0.58
20	TAMIL NADU	0.00	43.27	43.27
21	UTTAR PRADESH	1.08	64.45	65.53
22	UTTRAKHAND	0.00	11.55	11.55
23	WEST BENGAL	0.00	35.31	35.31
Total		6.63	874.68	881.32

**IGC Global Rice Balance Sheet:**

Attributes ( Fig in Million Tons)	2019-20	2020-21 Est.	2021-22 (Fore.)	2022-23 (Proj.)	
				21.07.2022	18.08.2022
Production	500	510	515	518	514
Trade	44	51	51	52	52
Consumption	495	509	517	519	518
Carryover stocks	181	182	180	179	177
Y-O-Y change	5	1	-2		-3
Major Exporters	45	50	50	53	49

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

The outlook for world rice supply and demand in 2021-22 has little-changed month on month basis. The projection for global production in 2022-23 is cut slightly month on month basis and, due to an uprated figure for total use – linked to anticipated solid feed demand in China – global carryovers are lowered by 3 MMT month on month basis. Trade in 2023 (Jan-Dec) has been estimated higher by 1MMT to 51 MMT. However, it is similar to 2021-22 forecast for the trade.

World rice trade is seen edging up to a high in 2022 on sizeable deliveries to Africa. acreage gains in Asia, 2022-23 global production is predicted 1% up year on year basis. Underpinned by population growth, food demand is seen pushing up consumption to a fresh high, with uptake for feeding also contributing to gains. With increases in major exporters compensating for reductions elsewhere, world carryovers are seen little-changed year on year. Global trade in 2023 is projected steady, at 51MMT, with heavy buying by African importers and China expected to feature.

**Rice Price Trend @ Rough Rice September,2022 (Prices in US\$/hundredweight)**

**Market Analysis**

Market is currently moving in uptrend and trading above 9, 18, 50 and 100 DMA indicating bullish sentiments RSI is currently in Overbought zone, indicating strong buying strength, MACD is indicating strong momentum.

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