Rice Weekly Research Report

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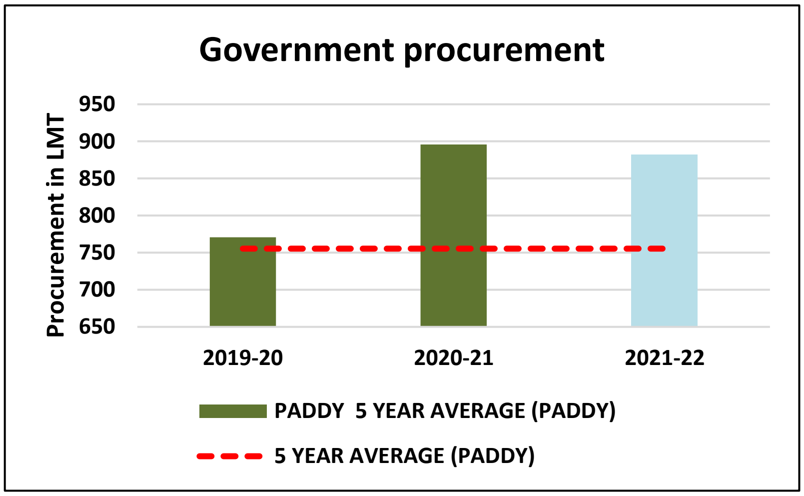
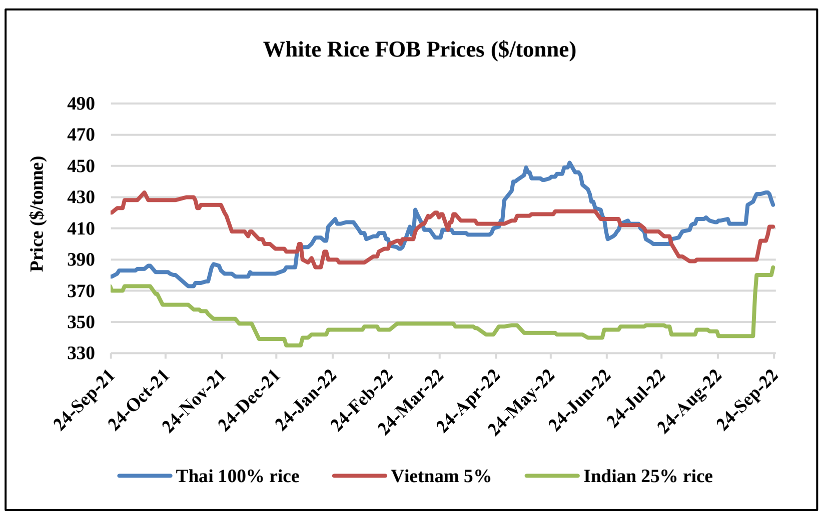
Outlook and Review:

- According to the latest data of FCI as of September 15th, 2022, the Center has so far procured 882.13 lakh tonne (LMT) of paddy in the current 2021–22 marketing year at the Minimum Support Price (MSP). The MSP value has so far benefited over 130.86 lakh farmers.



- As of 23rd September 2022, Rice has been sown in 401.56 lakh Ha. of area compared to 425 lakh Ha of previous year, down by 5.51%. Trade participants predict that paddy production will decline by 11–12% as a result of the decrease in sown area this season, which has primarily affected eastern states. There has also been a decrease in sown area in southern states, in addition to the negative effects of excessive rain on the crop. This would lead to higher prices of paddy in the markets moving ahead.
- Export price of 5% Broken Parboiled Indian Rice quoted at $385-392 per Tonne, unchanged from last week. Although some buyers were willing to pay more, the majority were waiting for prices to settle. Additionally, the limitations made buyers switch to other Asian centres such as Thailand and Vietnam.

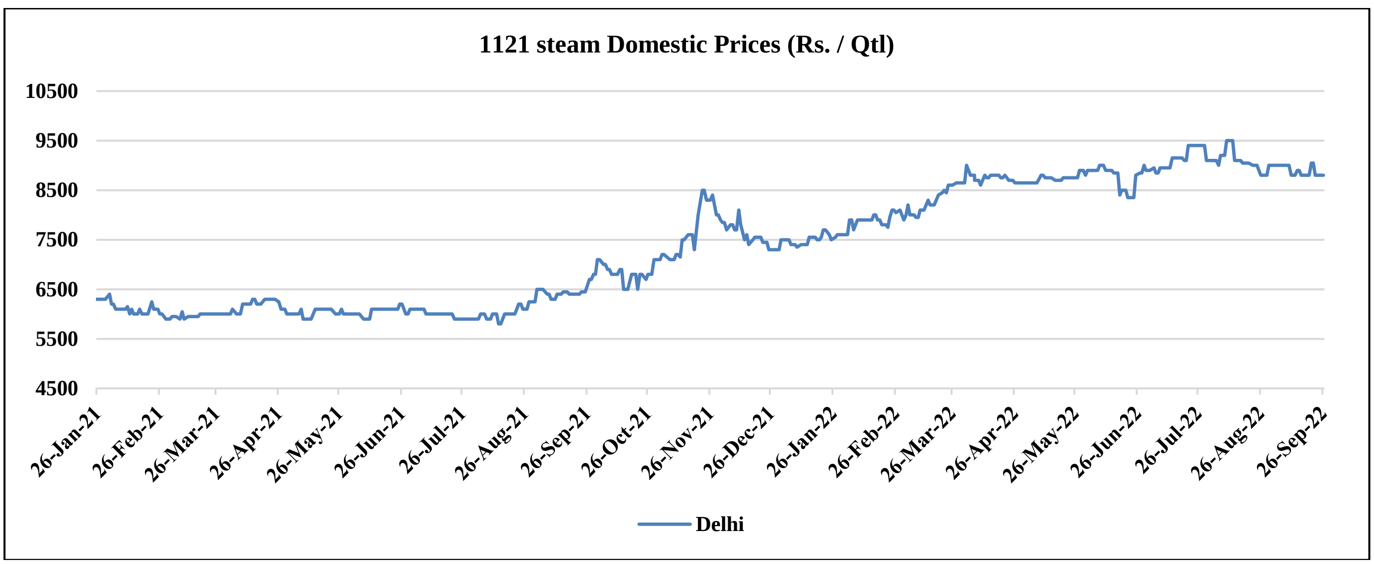


- As per the sources, Thailand's 5% broken rice prices widened to $420-$435 per tonne from $425-$435 per tonne last week amid a weaker baht. Due to the export demand from Japan, Bangladesh and Pakistan.
- Export price of Vietnam's 5% broken rice were quoted at $400-$410 Tonne, unchanged from last week. As exporters increased their purchases from farmers in anticipation of better export rates, domestic rice prices recently increased.

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

State	Prices 24-30 Sep 2022	Prices 16-23 Sep 2022	Prices 09-15 Sep 2022	Prices 24-30 Sep 2021	% Change (Over Previous Week)	% Change (Over Previous Year)
Tripura	2900	3101.61	3139.22	3020.88	-6.5	-4
Kerala	4290.91	4086.92	4060.74	3425.19	4.99	25.28
Maharashtra		3847.35	3624.7	3745.49	__	__
Uttar Pradesh	2681.42	2636.96	2641.36	2549.55	1.69	5.17
West Bengal	2767.73	3475.17	3450.88	2887.96	-20.36	-4.16
Gujarat		4136.52	4030.22	3847.78	__	__
Manipur		3335.28	3441.16		__	__
Odisha		3148.98	3058.22	3043.68	__	__
Bihar	4200	4000	3100		5	__
Karnataka		4058.11	4013.75	4287.82	__	__
NCT of Delhi			4125		__	__
Uttrakhand		2426.72	2191.11		__	__
Average	**3368.01**	**3477.6**	**3406.36**	**3351.04**		

Prices in Rs/Quintal **(source: Agmarknet)**



- Rice prices remained rangebound throughout the week at majority cash markets across the country. At bench market Narella, Delhi, the average prices of 1121 steam wand rose by 0.5% over the previous week to Rs. 8,883.33 per quintal. As the pace of arrivals has slowed down in some markets besides the extended deadline of export of 100% broken rice, to release the stored stocks at ports, attributed to a rise in prices.

Outlook (Narella 1121 Steam): -

Duration	Trend	Average Price Range	Average Price Range
First Week of October, 2022	Range bound	Rs.8,900-9,100/Quintal	Less arrivals. Continuous export enquiry and active buying by stockists (new entrants)
Second Week of October, 2022	Range bound	Rs.8,900-9,100/Quintal	Less arrivals. Continuous export enquiry and active buying by stockists (new entrants)
Third Week of October, 2022	Range bound	Rs.8,900-9,100/Quintal	Less arrivals. Continuous export enquiry and active buying by stockists (new entrants)

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
		26-Sep-22	19-Sep-22	27-Aug-22	27-Sep-21			
Delhi	1121 Steam	8800	8800	8800	6700	0.00	0.00	31.34
	1121 Sella	8500	8550	8300	5800	-0.58	2.41	46.55
	1121 Raw	9000	9000	9300	6700	0.00	-3.23	34.33
	Basmati Raw	10500	11400	13200	9600	-7.89	-20.45	9.38
	1509 Steam Wand New	7100	7300	8300	6000	-2.74	-14.46	18.33
	Sugandh Steam	7100	7100	7400	5300	0.00	-4.05	33.96
	Sharbati Raw	6200	6100	6300	4000	1.64	-1.59	55.00
	Pusa Raw Wand	8400	8300	8500	5600	1.20	-1.18	50.00
	ParmalSella	3800	4100	3600	3150	-7.32	5.56	20.63

Ongoing Kharif Paddy Sowing Updates as on 16th 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	13.600	13.86	**-1.88**	**-10.33**
2	**Arunachal Pradesh**	1.32	1.357	1.28	**6.02**	**2.57**
3	**Assam**	19.98	19.527	20.47	**-4.60**	**-2.29**
4	**Bihar**	30.76	30.670	32.64	**-6.04**	**-0.30**
5	**Chhattisgarh**	37.31	36.580	37.50	**-2.45**	**-1.95**

6	Goa	0.26	0.220	0.25	-12.00	-14.43
7	Gujarat	8.16	8.678	8.13	6.74	6.32
8	Haryana	14.06	14.580	13.64	6.89	3.71
9	Himachal Pradesh	0.72	0.880	0.74	18.92	22.58
10	J&K	2.73	2.620	2.58	1.55	-4.18
11	Jharkhand	15.48	8.250	17.62	-53.18	-46.69
12	Karnataka	9.24	8.930	9.07	-1.54	-3.32
13	Kerala	1.48	0.590	0.54	9.26	-60.06
14	Madhya Pradesh	21.44	32.200	38.52	-16.41	50.21
15	Maharashtra	14.52	15.480	15.45	0.19	6.63
16	Manipur	0.40	1.950	1.95	0.00	389.70
17	Meghalaya	0.97	0.758	0.97	-21.86	-21.63
18	Mizoram	0.35	0.344	0.37	-7.03	-2.66
19	Nagaland	2.08	2.002	1.21	65.45	-3.93
20	Odisha	36.20	34.998	35.13	-0.37	-3.31
21	Punjab	29.83	31.330	31.45	-0.38	5.04
22	Rajasthan	2.07	2.312	1.94	19.18	11.45
23	Sikkim	0.09	0.086	0.11	-21.82	-8.12
24	Tamil Nadu	16.32	4.433	4.16	6.59	-72.83
25	Telangana	12.04	25.828	21.08	22.51	114.48
26	Tripura	2.00	1.666	1.94	-14.14	-16.77
27	Uttar Pradesh	57.67	57.783	60.26	-4.11	0.19
28	Uttarakhand	2.38	2.360	2.50	-5.60	-1.01
29	West Bengal	41.64	38.520	42.17	-8.66	-7.50
30	Puducherry	0.11				
31	Others	0.28	0.50	0.40	25.00	81.75
	All-India	**397.06**	**399.03**	**417.93**	**-4.52**	**0.50**

Source: - GOI

State wise Ongoing Procurement KMS 2021-22

KMS 2021-22 (Units in LMTs) (as on 15.09.2022)				
S.No.	**STATES/ UTs**	**FCI**	**State Agency**	**Total**
1	A.P.	0.00	67.29	67.29
2	TELANGANA	0.00	119.05	119.05
3	ASSAM	2.33	3.06	5.39
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	18.32	18.32
16	**ODISHA**	0.00	71.04	71.04
17	**PUNJAB**	1.69	185.59	185.59
18	**RAJASTHAN**	0.07	0.00	0.07
19	**NEF (Tripura)**	0.00	0.58	0.58
20	**TAMIL NADU**	0.00	43.28	43.28
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**	**875.40**	**882.13**

IGC Global Rice Balance Sheet:

Attributes (Fig in Million Tons)	2019-20	2020-21 Est.	2021-22 (Fore.)	2022-23 (Proj.)	
				18.08.2022	22.09.2022
Production	500	510	516	514	508
Trade	44	51	51	52	49
Consumption	495	509	518	518	515
Carryover stocks	181	182	180	177	173
Y-O-Y change	5	1	-2		-7
Major Exporters	45	50	49	49	48

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 with trade edging up to a new high. The estimated global output for 2022–2023 has been reduced by 6 million tonnes per month due to lower expectations for Asian countries, particularly India due to lower production, and export restrictions. Global carryovers are reduced by 7 million to 173 MMT, including decreases for China and top exporters, along with a decreased prediction for food use. The 2023 trade projection has been reduced by about 3 MMT month on month basis due to anticipated tighter supply from major suppliers.

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.