

# Rice Weekly Research Report

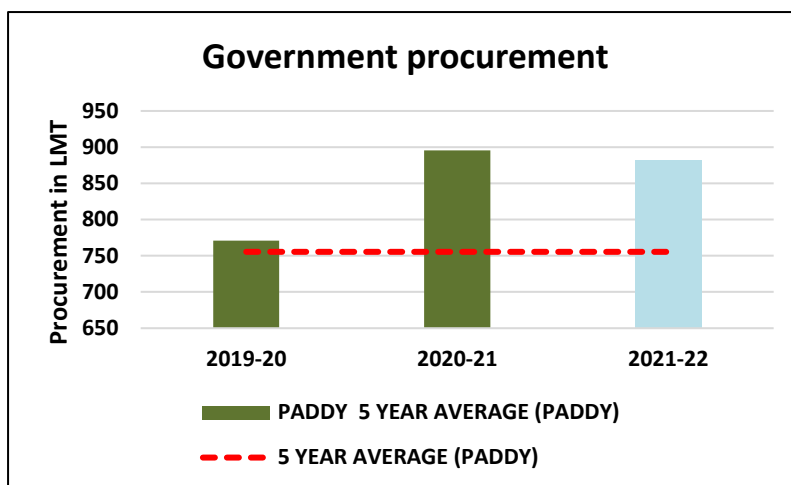
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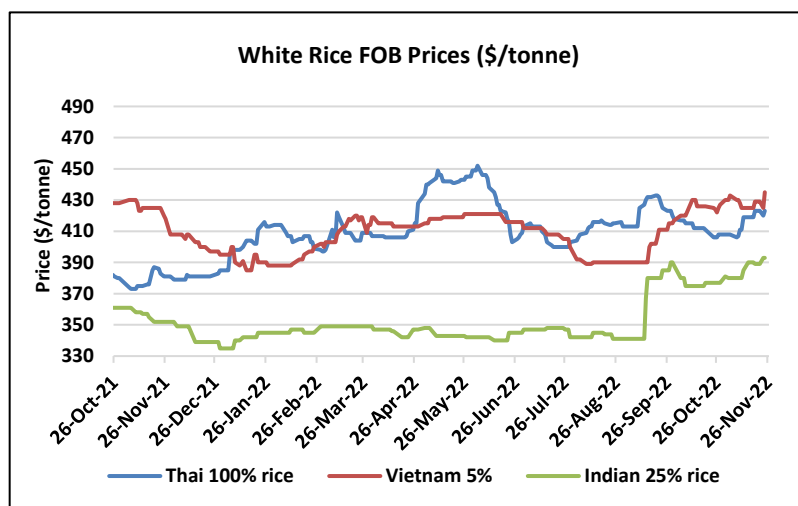
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### Outlook and Review:

- As of 15th November 2022, FCI procured 252.30 LMT of paddy for the central pool during the current 2022–23 kharif marketing season against the season's target of 550 LMT. Although rice purchases have decreased over the past two weeks, overall purchases have increased by 2% until November 15. During the current season of 2022, procurement of rice has just begun with 2.92 LMT with a 5-year average of 504.81 LMT.



- Export price of 5% Broken Parboiled Indian Rice remained unchanged at \$373-\$78 per ton from last week despite strong demands from importing countries. Even after paying the export duty, Indian rice is less expensive than the other exporters. Exporters have a limited supply since the Indian government has been actively purchasing farmers' new season paddy. India has increased the MSP for new-season common rice paddy by 5.2%, the largest increase in five years.



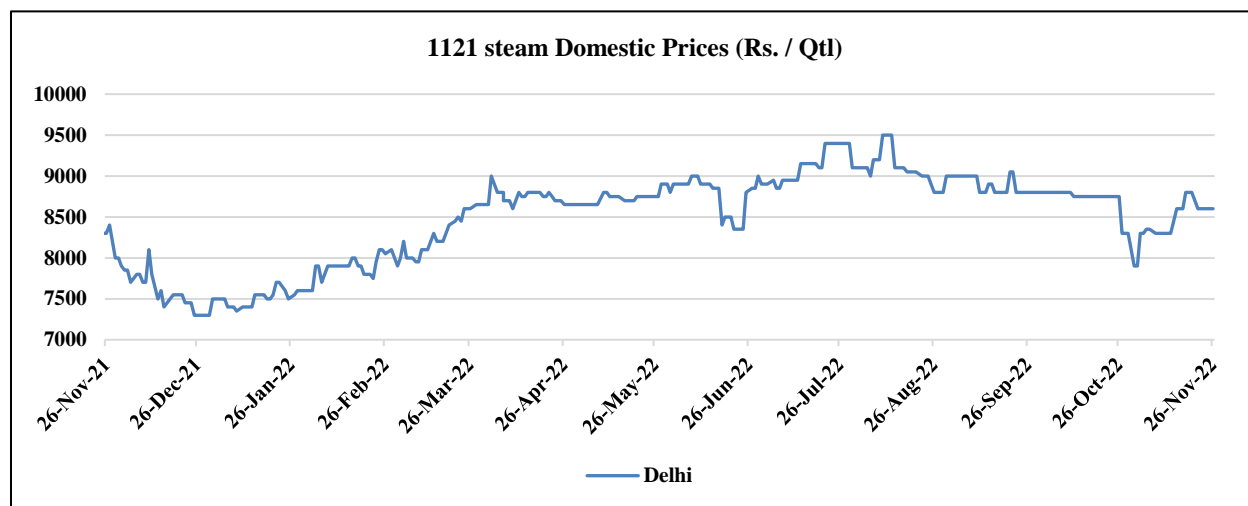
- Vietnamese 5% broken rice's price per ton traded up at \$438 as compared to \$425-\$430 last week due to tight supplies. Prices will continue to rise through the end of December due to low stock levels and increased demand from China and European nations.
- Thailand's 5% broken rice prices shrunk to \$419-\$425 as compared to \$410- \$425 last week because of exchange rate. Demand from abroad remained constant and no significant agreements were being made.

*State wise Wholesale Prices Weekly Analysis for Rice Fourth Week of November, 2022*

State	Prices 24-30 Nov 2022	Prices 16-23 Nov 2022	Prices 09-15 Nov 2022	Prices 24-30 Nov 2021	% Change (Over Previous Week)	% Change (Over Previous Year)
Karnataka	4823.26	4228.7	4107.95	4260.7	14.06	13.2
Kerala	4142.08	4160.26	4158.85	3440.1	-0.44	20.41
Maharashtra	3871.16	3800.09	4095.13	3611.64	1.87	7.19
West Bengal	3397.02	3344.87	3345.63	2829.14	1.56	20.07
Bihar	4668.75	4607.69	4250		1.33	—
Odisha	3117.01	2983.94	2956.52	3283.86	4.46	-5.08
Tripura	3104.67	3024.48	3170.26	3065.33	2.65	1.28
Gujarat	4258.51	4185.13	4172.38	4300	1.75	-0.96
Manipur	2973.64	2989.26	3032.57		-0.52	—
Uttar Pradesh	2604.25	2622.7	2648.11	2466.13	-0.7	5.6
Uttrakhand	2399.66	2230.34	2557.4		7.59	—
Average	3578.18	3470.68	3499.53	3407.11		

Prices in Rs/Quintal

(source: Agmarknet)



- Because of new arrivals in the mandis, the market prices remained rangebound during the week under review over previous week. Arrivals of newly harvested Sona steam and RNR have begun in Raichur mandi, Karnataka. At procurement front Punjab purchased 169.50 lakh ton of paddy, or approximately 17.11 lakh ton, less than it did at the same time last year.
- Meanwhile, at benchmark Narella market, the weekly average price of Sugandha rice has increased by 2.72% to Rs. 6,875 per quintal, whereas, the prices of 1121 steam are trading marginally low by 0.5 % to Rs. 8600 per quintal.

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

Duration	Trend	Average Price Range	Average Price Range
First Week of December, 2022	Steady to Weak	Rs.8,500-8,750/Quintal	Active buying by Govt., millers, stockists and private players.
Second Week of December, 2022	Steady to Weak	Rs.8,450-8,700/Quintal	Active buying by Govt., millers, stockists
Third Week of December, 2022	Steady to Weak	Rs.8,400-8,700/Quintal	Reduced arrivals and active buying by millers, stockists and private players.

**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-Nov-22	19-Nov-22	27-Oct-22	27-Nov-21			
Delhi	1121 Steam	8600	8800	8300	8400	-2.27	3.61	2.38
	1121 Sella	7800	7900	9200	7300	-1.27	-15.22	6.85
	1121 Raw	9100	9100	8400	8600	0.00	8.33	5.81
	Basmati Raw	9800	9000	8400	10000	8.89	16.67	-2.00
	1509 Steam Wand New	7800	7750	7650	7700	0.65	1.96	1.30
	Sugandh Steam	6850	6800	6600	6300	0.74	3.79	8.73
	Sharbati Raw	5300	5300	6200	5500	0.00	-14.52	-3.64
	Pusa Raw Wand	7250	7150	8200	6700	1.40	-11.59	8.21
	ParmalSella	4050	4000	4200	3500	1.25	-3.57	15.71

**State wise Procurement KMS 2022-23**

KMS 2022-23 (Units in LMTs) (as on 15.11.2022)				
S.No.	STATES/ UTs	FCI	State Agency	Total
1	A.P.	0.00	0.00	0.00
2	TELANGANA	0.00	0.06	0.06
3	ASSAM	0.00	0.00	0.00

4	BIHAR	0.00	0.22	0.22
5	CHANDIGARH	0.19	0.00	0.19
6	CHHATISGARH	0.00	5.32	5.32
7	GUJARAT	0.00	0.14	0.14
8	HARYANA	0.13	57.98	58.11
9	H. P.	0.06	0.04	0.10
10	JHARKHAND	0.00	0.00	0.00
11	J&K	0.21	0.00	0.21
12	KARNATAKA	0.00	0.00	0.00
13	KERALA	0.00	0.21	0.21
14	M. P	0.00	0.00	0.00
15	MAHARASHTRA	0.00	0.01	0.01
16	ODISHA	0.00	0.00	0.00
17	PUNJAB	1.85	167.65	169.50
18	RAJASTHAN	0.00	0.00	0.00
19	NEF (Tripura)	0.00	0.00	0.00
20	TAMIL NADU	0.00	8.45	8.45
21	UTTAR PRADESH	0.06	3.52	3.58
22	UTTRAKHAND	0.00	6.20	6.20
23	WEST BENGAL	0.00	0.00	0.00
	Total	2.50	249.80	252.30

#### IGC Global Rice Balance Sheet:

Attributes ( Fig in Million Tons)	2019-20	2020-21	2021-22 (Est.)	2022-23 (Fore.)	
				22.10.2022	17.11.2022
Production	500	509	516	505	505
Trade	44	51	52	49	50
Consumption	495	509	520	514	514
Carryover stocks	181	182	178	169	169
Y-O-Y change	5	1	-4		-10
Major Exporters	45	50	47	44	43

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

Based on strong demand from importers in Africa and Asia, the 2022 (Jan–Dec) rice trade is predicted to reach a peak of approximately 52 million t (+3%). Global output is expected to decrease by 2% y/y, to 505 million tons, in the years 2022–2023, due to lesser harvests in Asian nations. Given the significant decline in supply, it is expected that worldwide consumption will decline by 1% year over year, and reserves will drop for the second year in a row to a five-year low. Within the overall picture, stocks are expected to decline in important exporters, particularly India. Due to declining Asian demand, trade may decline in 2023.



Duration	Trend	Support	Resistance
Dec-2022	Firm bias	S1-16 S2-15	R1-18 R2-19

**Rice Price Trend – CBOT@ CBOT Dec- 22, Rough Rice)**  
**(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 near Overbought zone, indicating strong buying strength, MACD is indicating firm momentum.

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