

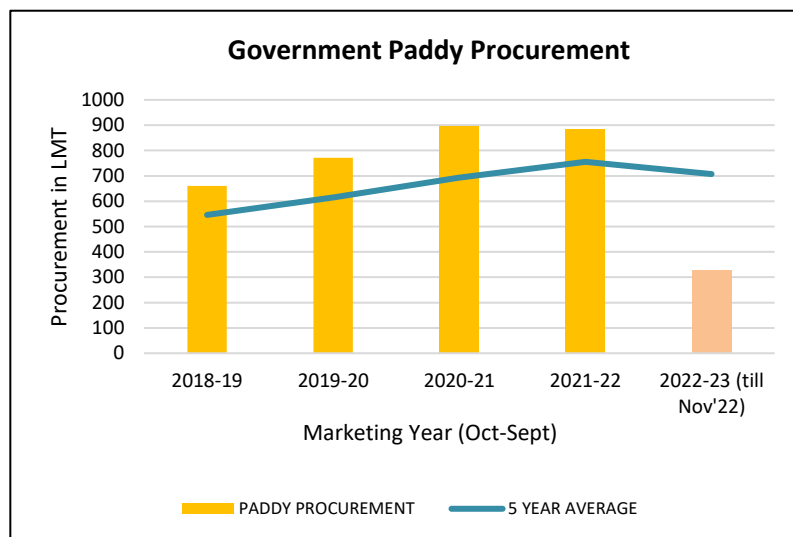
Rice Weekly Research Report

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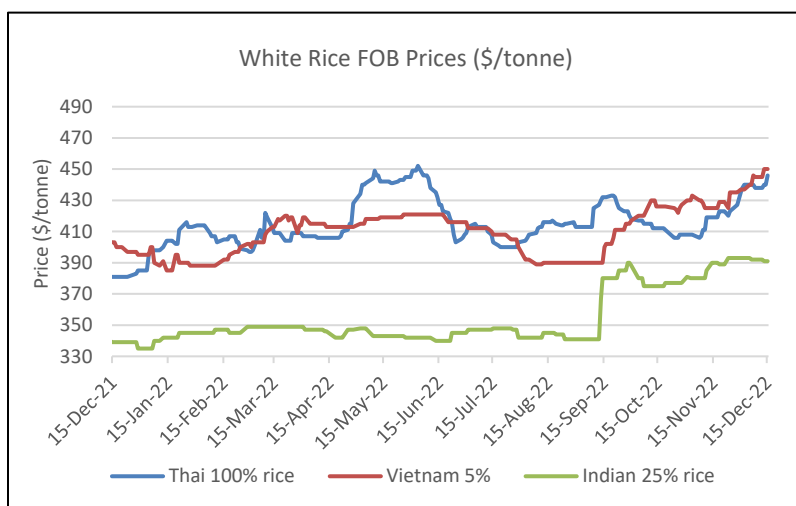
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Outlook and Review:

- As of December 15, 2022, during the current 2022-23 kharif marketing season FCI have procured 417.05 Lakh tonnes (LMT) of paddy for the central pool. Government is aggressively procuring paddy which might help in replenishing the stocks.
- As per FCI's data, the rice inventories which eroded due to the free ration scheme – PMGKAY are expected to increase due to active participation of government in paddy procurement this year. Currently, in contrast to the buffer of 7.6 MT for January 1, FCI has 14 MT of rice on hand.



- Export price of 5% Broken Parboiled Indian Rice remained unchanged at \$373-\$378 per tonne from last week due to an upsurge in supply from newly harvested paddy and vigorous government buying which is supporting the prices.
- Vietnamese 5% broken rice prices sold at \$448-\$453 per tonne, only slightly higher than the previous week's \$445-\$450 per tonne. While supplies are becoming scarce, demand from both established and emerging markets is still strong. Despite Pakistan's cheaper costs, customers from China and the Philippines are still interested in Vietnamese rice. Furthermore, it is anticipated that the upcoming winter-spring crop would yield more rice of higher quality and quantity than the summer-autumn crop.



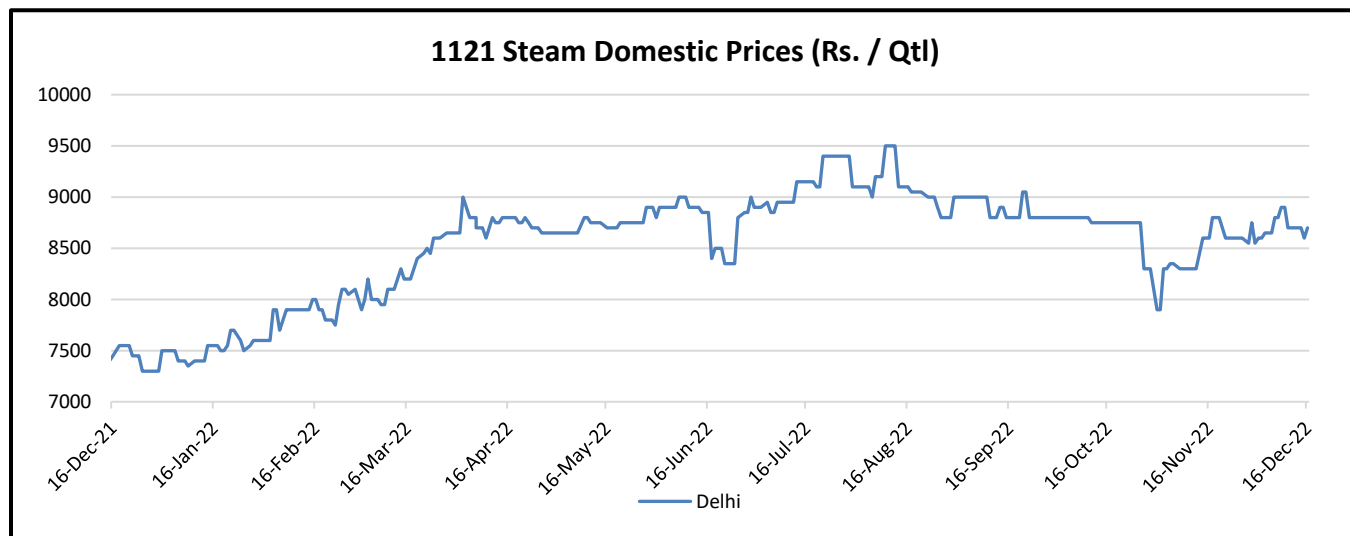
- Thailand's 5% broken rice prices increased from \$444 per tonne last week to \$425-\$457 per tonne. While supply is still constrained, there is substantial demand from Indonesia and Japan, as well as a strong Baht, which supports the prices.

State wise Wholesale Prices Weekly Analysis for Rice Third Week of December, 2022

State	Prices 16-23 Dec 2022	Prices 09-15 Dec 2022	Prices 01-08 Dec 2022	Prices 16-23 Dec 2021	% Change (Over Previous Week)	% Change (Over Previous Year)
Kerala	4165.89	4193.58	4146.95	3673.23	-0.66	+13.41
Maharashtra	3821.53	3860.39	3909.98	4093.27	-1.01	-6.64
Manipur	2978.26	2995.65	3004.43		-0.58	-
Uttarakhand		2113.94	2055.56		-	-
Bihar	3700	4366.67	4151.67		-15.27	-
Karnataka	4522.28	4819.1	4477.52	3609.56	-6.16	+25.29
NCT of Delhi			2538.94		-	-
Uttar Pradesh	2555.36	2544.43	2550.41	2505.74	+0.43	+1.98
West Bengal	3281.7	3304.61	3345.27	2762.13	-0.69	+18.81
Odisha	3136.61	2877.83	2946.96	3236.3	+8.99	-3.08
Tripura	3213.35	3188.46	3189.72	3043.2	+0.78	+5.59
Gujarat	4213.98	4259.43	4271.41	4200	-1.07	+0.33
Average	3558.9	3502.19	3382.4	3390.43		

Prices in Rs/Quintal

(source: Agmarknet)



- Market remained rangebound during the week due to varied level of demand and arrivals in different mandis throughout the country. Rains have caused a slowdown in demand in Raichur Mandi, Karnataka, therefore the market has stayed constant. While exporters in Haryana's Faridkot mandi are showing interest in purchasing basmati rice due to growing demand from the Middle East, which has caused basmati paddy prices to climb. Due to rising demand from Millers and stockists, Basmati grades of paddy have seen an increase in domestic pricing in Punjab as well.

- The weekly average price of Sugandha rice went marginally down by 0.36% to Rs. 6975 per quintal in benchmark Narela market, whereas, the prices of 1121 steam also eased slightly by 1.44 % to Rs. 8683.33 per quintal.

Outlook (Narella 1121 Steam): -

Duration	Trend	Average Price Range	Average Price Range
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.
Fourth Week of December, 2022	Steady to Weak	Rs.8,350-8,700/Quintal	Reduced arrivals and active buying by millers, stockists and private players.
First Week of January, 2023	Steady to Weak	Rs.8,300-8,700/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
		17-Dec-22	10-Dec-22	17-Nov-22	18-Dec-21			
Delhi	1121 Steam	8700	8700	8800	7550	0.00	-1.14	15.23
	1121 Sella	8050	7800	7900	6750	3.21	1.90	19.26
	1121 Raw	8700	8800	9100	7550	-1.14	-4.40	15.23
	Basmati Raw	11500	11500	8500	10000	0.00	35.29	15.00
	1509 Steam Wand New	8000	8000	7750	7100	0.00	3.23	12.68
	Sugandh Steam	6900	7000	6800	6350	-1.43	1.47	8.66
	Sharbati Raw	6200	5800	5300	5000	6.90	16.98	24.00
	Pusa Raw Wand	8100	7400	7150	6200	9.46	13.29	30.65
	ParmalSella	4200	4200	4000	3300	0.00	5.00	27.27

State wise Procurement KMS 2022-23

KMS 2022-23 (Units in LMTs) (as on 30.11.2022)				
S.No.	STATES/ UTs	FCI	State Agency	Total
1	A.P.	0.00	10.11	10.11
2	TELANGANA	0.00	46.39	46.39
3	ASSAM	0.01	0.04	0.05
4	BIHAR	0.00	4.99	4.99
5	CHANDIGARH	0.19	0.00	0.19
6	CHHATISGARH	0.00	49.50	49.50
7	GUJARAT	0.00	0.95	0.95
8	HARYANA	0.14	58.82	58.96
9	H. P.	0.07	0.06	0.13
10	JHARKHAND	0.00	0.00	0.00
11	J&K	0.31	0.00	0.31
12	KARNATAKA	0.00	0.00	0.00
13	KERALA	0.00	1.62	1.62
14	M. P	0.00	11.02	11.02
15	MAHARASHTRA	0.00	4.51	4.51
16	ODISHA	0.00	5.76	5.76
17	PUNJAB	1.94	180.01	181.95
18	RAJASTHAN	0.00	0.00	0.00
19	NEF (Tripura)	0.00	0.00	0.00
20	TAMIL NADU	0.00	8.55	8.55
21	UTTAR PRADESH	0.38	22.94	23.32
22	UTTRAKHAND	0.00	8.55	8.55
23	WEST BENGAL	0.00	0.19	0.19
	TOTAL	3.04	414.01	417.05

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 tonnes, 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 exporting countries, particularly India. Due to declining Asian demand, trade may decline in 2023.



Duration	Trend	Support	Resistance
Jan-2022	Firm bias	S1-17 S2-16	R1-18 R2-19

Rice Price Trend – CBOT@ CBOT Jan- 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 70, indicating strong buying strength, MACD is indicating firm momentum.

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