

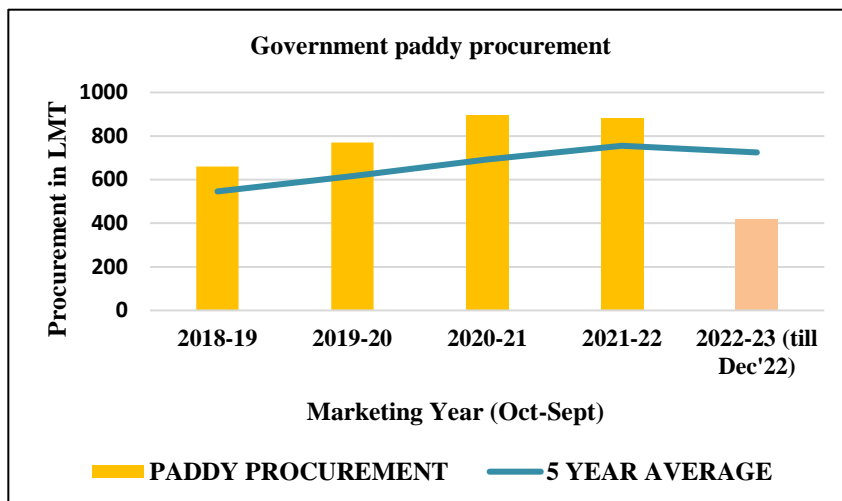
Rice Weekly Research Report

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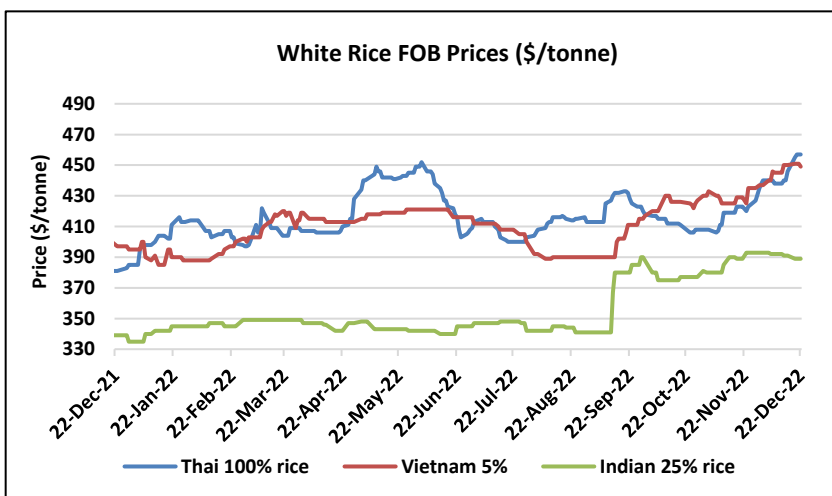
Outlook and Review:

- As of December 15, 2022, FCI had purchased 417.05 lakh tonnes (LMT) of paddy for the central pool during the current 2022–2023 kharif marketing season. The government is buying paddy aggressively, which could assist to refill the stocks.
- As per reports, by distributing rice to States for people with Food Security Cards through the Public



Distribution System (PDS) at a subsidized price of 3 per kg, the Center is carrying out the Prime Minister's Garib Kalyan Anna Yojana. But after December 31, this will stop since the Center will move to the NFSA, who will distribute rice for free from January 1 through December 31, 2023. However, the Telangana government added its own subsidy of \$2 per kg to the purchase price of \$3 per kg and accepted PDS at \$1 per kg. Since rice is now completely free as of January 1, the Telangana government will now be responsible for paying that extra rupee.

- Although rising supply from the new season crop limited the upside, India's 5% broken parboiled variety nudged up to 374-380 USD per tonne from 373-378 USD last week. Although December's second half is normally quiet, this year's export orders were down because rice from India is less expensive than rice from other nations. In addition, India



appears to have a logistical edge over the neighbouring nations, particularly for aromatic rice.

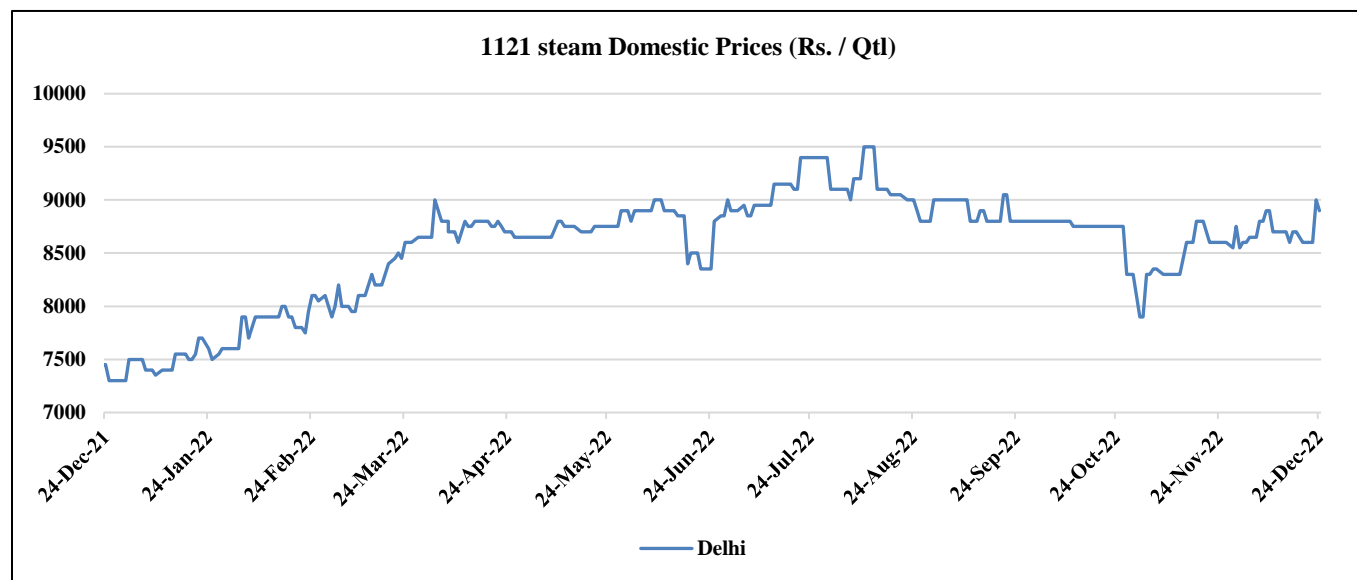
- Vietnam's 5% broken rice price was \$448–\$453 per tonne, remaining constant from a week earlier when rates hit their highest point since July of last year. The demand remains at top from the Philippines.
- Thailand's 5% broken rice prices were reported at \$452 to 460 per tonne, up from a range of \$425 to \$457 the previous week. Asia is now the region with the most demand, whereas Africa has the highest demand for Indian rice. Because exporters were buying to stock up, there was news that the supply would soon become limited.

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

State	Prices 24-31 Dec 2022	Prices 16-23 Dec 2022	Prices 09-15 Dec 2022	Prices 24-31 Dec 2021	% Change (Over Previous Week)	% Change (Over Previous Year)
Gujarat	4250	4201.79	4259.43	4200	+1.15	+1.19
Bihar	3300	3205.89	4366.67	-	+2.94	-
Kerala	3700	4105.69	4193.58	3613.75	-9.88	+2.39
Manipur	-	3072	2995.65	-	-	-
Uttarakhand	-	2469.24	2113.94	-	-	-
West Bengal	3244.83	3326.12	3304.61	2743.53	-2.44	+18.27
Uttar Pradesh	2567.07	2547.19	2544.43	2472.75	+0.78	+3.81
Karnataka	-	4720.63	4817.4	4213.64	-	-
Maharashtra	-	3590.93	3860.39	3626.13	-	-
Odisha	3050	3098.21	2877.83	2377.68	-1.56	+28.28
Tripura	-	3214.81	3188.46	2990.37	-	-
Average	3351.98	3413.86	3502.04	3279.73		
Gujarat	4250	4201.79	4259.43	4200	+1.15	+1.19

Prices in Rs/Quintal

(source: Agmarknet)



- Market remained slightly firm for both paddy and rice especially during the end of week due to varied level of demand and arrivals in different mandis throughout the country. There is a good demand for paddy in Haryana. Mills are active in the region and it continues to lend support the cash market.
- In the benchmark Narela market, the weekly average price of Sugandha rice increased by 3% to Rs. 7183 per quintal, while the price of 1121 steam maintained flat at Rs. 8683 per quintal from the previous week.

Outlook (Narella 1121 Steam): -

Duration	Trend	Average Price Range	Average Price Range
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.
Second Week of January, 2023	Steady to Weak	Rs.8,250-8,650/Quintal	Decreased arrivals and active purchasing by millers, stockists, and private parties.

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
		24-Dec-22	17-Dec-22	24-Nov-22	25-Dec-21			
Delhi	1121 Steam	8900	8700	8600	7300	+2.30	+3.49	+21.92
	1121 Sella	8200	8050	7500	6700	+1.86	+9.33	+22.39
	1121 Raw	9000	8700	8700	7300	+3.45	+3.45	+23.29
	Basmati Raw	11000	11500	9500	NR	-4.35	+15.79	-
	1509 Steam Wand New	8350	8000	7800	7000	+4.38	+7.05	+19.29
	Sugandh Steam	7500	6900	6850	6200	+8.70	+9.49	+20.97
	Sharbati Raw	6300	6200	5300	4800	+1.61	+18.87	+31.25
	Pusa Raw Wand	8500	8100	7250	6200	+4.94	+17.24	+37.10
	Parmal Sella	4200	4200	4050	3150	0.00	+3.70	+33.33

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-2023	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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