

# Rice Weekly Research Report

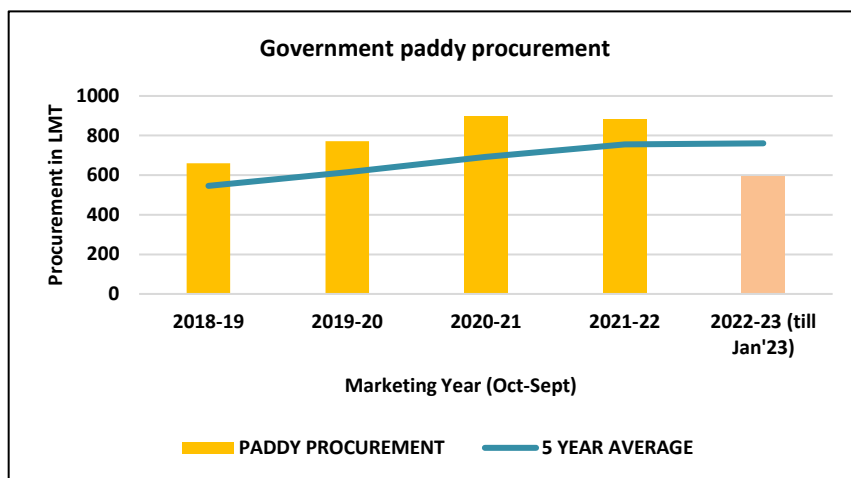
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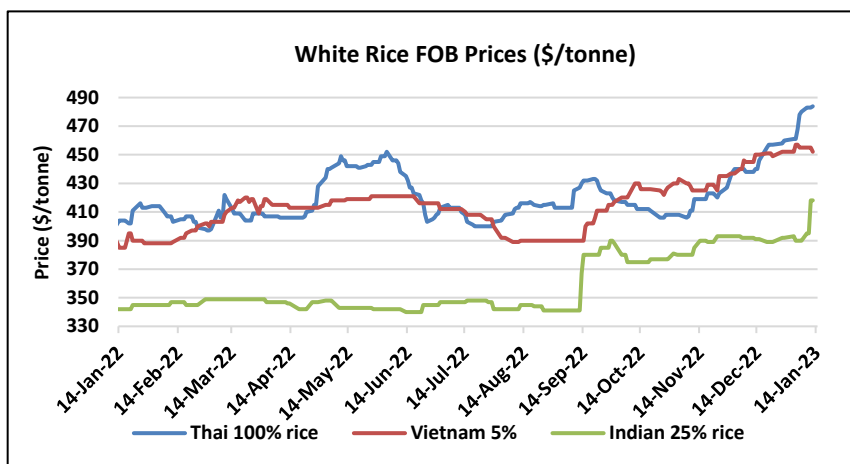
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### Outlook and Review:

- As of 6<sup>th</sup> January, 2023 Ministry of Agriculture's rabi sowing update data, paddy has been sown in 21.29 lakh Ha. against 16.45 lakh Ha of previous year, higher by 29.4% in this rabi season.
- According to sources, farmers in Telangana cultivated in abundance during the Yasangi (rabi) season, placing the state to establish new records this year. As of Wednesday, the state's total sown area was 28.56 lakh acres, compared to the normal cultivated area for the season of 47.85 lakh acres. However, this is nearly twice as much as the 14.81 lakh acres that were sown during the Yasangi season last year. Due to unseasonal rainfall and a delay in harvesting operations, early sowing during the Yasangi season was delayed. 17.98 lakh acres, i.e., 60% of the total area sown, are used for paddy cultivation.
- As of January 15, 2023, FCI had procured 595.43 lakh tonnes (LMT) of paddy for the central pool during the current 2022–2023 kharif marketing season. Govt. is very actively buying paddy which might help in replenishing the stocks which have been exhausted by PMGKAY.
- According to sources, in the last 24 hours, an order has been placed to import 100,000 tonnes of rice from Iran shortly after the country recently eased its import restrictions due to shortage of basmati rice in the domestic market. Since the beginning of November, imports of all types of rice have been prohibited. Almost 1.27 million tonnes of rice have been imported so far this year. Around 1.5 million tonnes are imported annually. Iran must therefore acquire almost 250,000 tonnes of the grain by the end of March. Iran imports a substantial amount of rice from India. This will increase Indian Basmati domestic market prices as well.
- Export price of Indian 5% broken parboiled variety was reported at \$375 to \$382 per tonne, unchanged from last week. Due of cheaper rates, buyers are shifting to India instead of Thailand and Vietnam.
- The price for the 5% broken rice from Vietnam was \$445 to 450 per tonne, down from \$458 per tonne a week earlier. As the Lunar New Year holiday approaches, business is slow. Exporters' attention is currently on fulfilling committed contracts. Domestic supply levels are low following 2022's robust shipments. The largest crop of the year, the winter-spring harvest, will start in February and reach its peak in mid-March which might result in correction of prices.



- The strong baht and increased regional demand prompted Thailand's 5% broken rice prices rise from \$480 per tonne last week to \$495 per tonne this week, which is the highest price since March 2021. Because of the strong baht and demand from Indonesia, prices are at their highest point in three to four years.



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

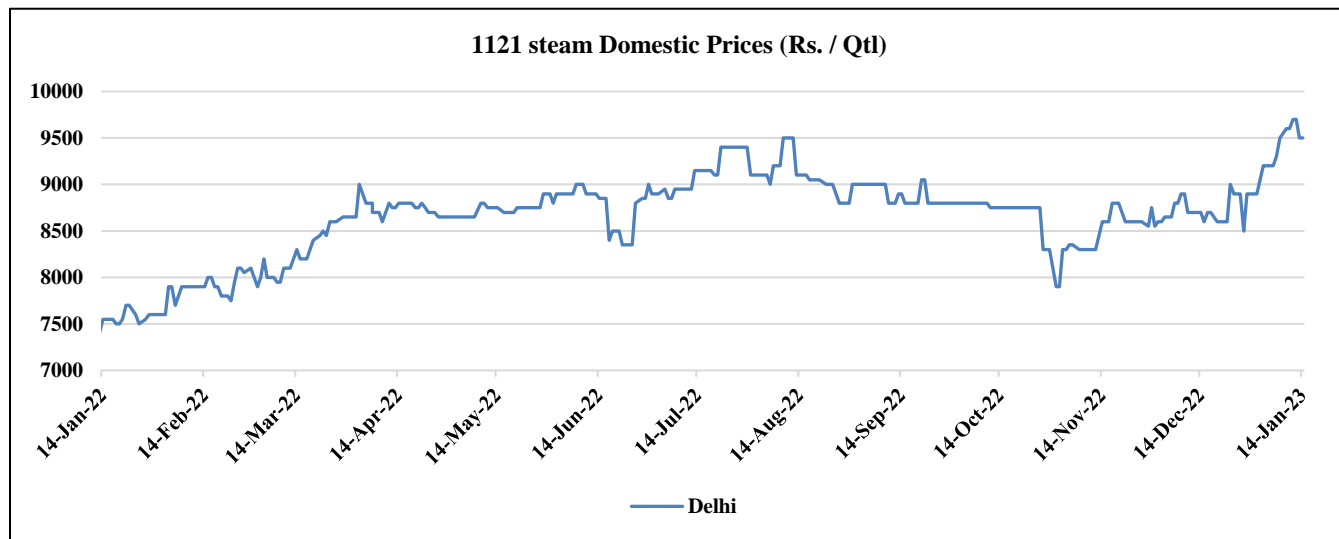
State	Prices 09-15 Jan 2023	Prices 01-08 Jan 2023	Prices 24-31 Dec 2022	Prices 09-15 Jan 2022	% Change (Over Previous Week)	% Change (Over Previous Year)
Gujarat	4148.09	4164.44	4190.86	4251.67	-0.39	-2.44
Odisha	2423.4	2437.6	2564.47	3071.16	-0.58	-21.09
Maharashtra	4067.2	3915.6	3879.91	4061.65	3.87	0.14
Manipur	3227.29	3218.31	3146.52	3400	0.28	-5.08
NCT of Delhi	4500	—	—	—	—	—
Tripura	3270.39	3219.9	3246.16	2994.73	1.57	9.2
Uttarakhand	2646.11	3849.45	2279.67	—	-31.26	—
West Bengal	3310.22	3313.5	3300.5	2841.12	-0.1	16.51
Bihar	2715.13	2700	3899.71	—	0.56	—
Karnataka	3792.53	4498.03	4522.45	3616.81	-15.68	4.86
Kerala	4049.4	4081.5	4125.67	3768.1	-0.79	7.47
Uttar Pradesh	2579.67	2572.25	2553.72	2496.75	0.29	3.32
<b>Average</b>	<b>3394.12</b>	<b>3451.87</b>	<b>3428.15</b>	<b>3389.11</b>	—	—

Prices in Rs/Quintal

(source: Agmarknet)

- Market showed an uptrend during this week as well due to robust demand and tight supply. In Haryana, Punjab and other North-Indian paddy growing belts, demand remained very high due to Makar Sankranti amid lull supply, however the demand is getting fulfilled by the stock of millers and stockists. In Haryana, HAFED is procuring paddy very aggressively. However, In Raichur, Karnataka, also the prices are firm and there is strong demand coming from Tamil Nadu due to Pongal. Crop condition is good in Karnataka.

- In the benchmark Narela market, the weekly average price of Sugandha rice went down marginally by 0.31% to Rs. 7841.66 per quintal from last week, while the price of 1121 steam increased slightly by 3.59% to Rs. 9600 per quintal from the previous week.



#### Outlook (Narela 1121 Steam):-

Duration	Trend	Average Price Range	Average Price Range
Third Week of January, 2023	Bullish	Rs.9,500-9,800/Quintal	Reduced arrivals and robust export demand from middle east.
Fourth Week of January, 2023	Bullish	Rs.9,600-9,800/Quintal	Reduced arrivals and robust export demand from middle east.
First Week of February, 2023	Steady to Weak	Rs.9,200-9,400/Quintal	Reduced arrivals and lower trade activity.

#### 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
		14-Jan-23	07-Jan-23	14-Dec-22	14-Jan-22			
Delhi	1121 Raw Wand	9500	9500	8700	7600	0.00	9.20	25.00

1121 White Parboiled (Sella)	8400	8300	8050	6650	1.20	4.35	26.32
1121 Steam Wand	9500	9500	8700	7550	0.00	9.20	25.83
Basmati Rice Common (Raw Wand)	11600	11200	11500	NR	3.57	0.87	NR
1509 Steam wand	9000	9100	8000	7200	-1.10	12.50	25.00
Sugandha Steam	7800	7900	6950	6000	-1.27	12.23	30.00
Sarbati Raw Wand	6900	6600	6200	4900	4.55	11.29	40.82
DB (Duplicate Basmati) Raw Wand	8600	8700	8100	5900	-1.15	6.17	45.76
PR-11/14 Steam	4700	4700	4100	3200	0.00	14.63	46.88

State wise Procurement KMS 2022-23

KMS 2022-23 (Units in LMTs) (as on 15.01.2023)				
S.No.	STATES/ UTs	FCI	State Agency	Total
1	A.P.	0.00	17.87	17.87
2	TELANGANA	0.00	58.38	58.38
3	ASSAM	0.01	0.56	0.78
4	BIHAR	0.00	19.00	19.00
5	CHANDIGARH	0.19	0.00	0.19
6	CHHATISGARH	0.00	92.00	92.00
7	GUJARAT	0.00	1.76	1.76
8	HARYANA	0.14	58.83	58.97
9	H. P.	0.07	0.07	0.14
10	JHARKHAND	0.00	0.61	0.61
11	J&K	0.34	0.00	0.34
12	KARNATAKA	0.00	0.00	0.00
13	KERALA	0.00	1.90	1.90
14	M. P	0.00	45.72	45.72
15	MAHARASHTRA	0.00	10.48	10.48
16	ODISHA	0.00	31.68	31.68
17	PUNJAB	1.94	180.01	181.95
18	RAJASTHAN	0.00	0.00	0.00
19	NEF (Tripura)	0.00	0.23	0.23
20	TAMIL NADU	0.00	8.64	8.64
21	UTTAR PRADESH	0.93	53.66	54.59
22	UTTRAKHAND	0.00	8.94	8.94
23	WEST BENGAL	0.00	1.26	1.26
	<b>TOTAL</b>	<b>3.83</b>	<b>591.60</b>	<b>595.43</b>

**IGC Global Rice Balance Sheet:**

Attributes (Fig in Million Tons)	2019-20	2020-21	2021-22 (Est.)	2022-23 (Fore.)	
				17.11.2022	12.01.2023
Production	500	509	516	505	504
Trade	44	51	54	50	51
Consumption	495	509	520	514	514
Carryover stocks	181	182	179	169	168
Y-O-Y change	5	1	-4		-10
Major Exporters	45	50	46	43	42

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

The Council's projections for global rice supply and demand in 2022–2023 haven't changed much, with a smaller output feeding through to a decline in local consumption and a fall in stockpiles. The prediction for trade in 2023 (Jan/Dec) has been increased by more than 1 million tonnes (t), to 51 million (-5%), due to higher expectations for important importers like China and Indonesia. On the exporter side, expectations for shipments from Thailand and India are greater than they were previously.


**Rice Price Trend – CBOT@ CBOT Feb- 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.

Duration	Trend	Support	Resistance
<b>Feb-2023</b>	<b>Firm bias</b>	<b>S1-17</b> <b>S2-16</b>	<b>R1-18</b> <b>R2-19</b>

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