Rice Weekly Research Report

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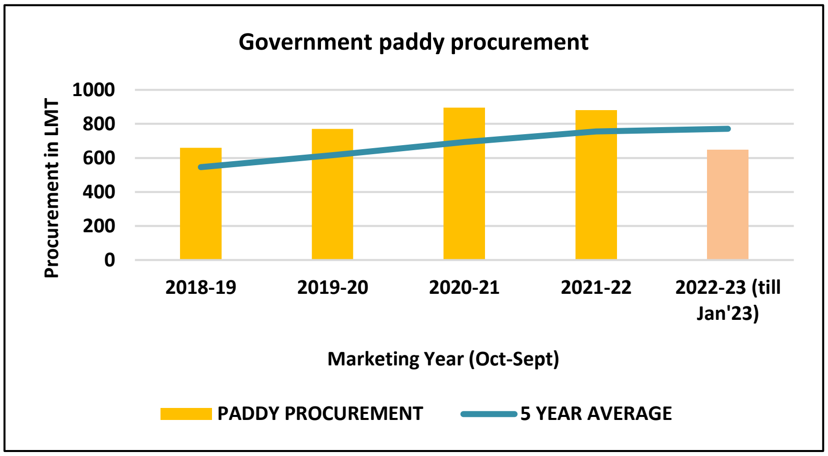
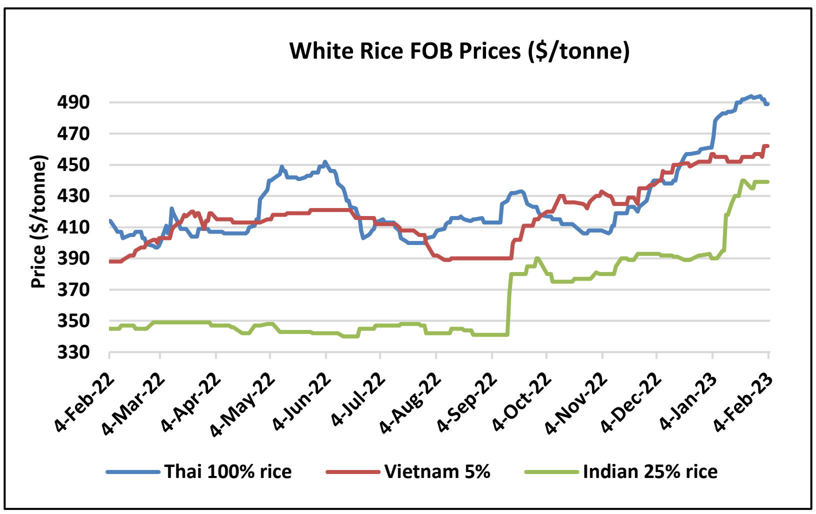
Outlook and Review:



- According to the Ministry of Agriculture's most recent sowing data, which was published on February 2, 2023, paddy has been sown in 46.25 lakh hectares, compared to 35.05 lakh ha the year before, an increase of 32% this rabi season. This will offset the decrease in rice production during the kharif season. Rabi paddy is now being sown in most of the rice-growing states, with the exception of Gujarat, Maharashtra, and Tripura, where it has not yet begun.
- As of January 31, 2023, FCI and state agencies had procured 648.06 lakh tonnes (LMT) of paddy for the central pool during the current 2022–2023 kharif marketing season. The goal for purchasing paddy in 2022–2023 is 775.72 lakh MT.

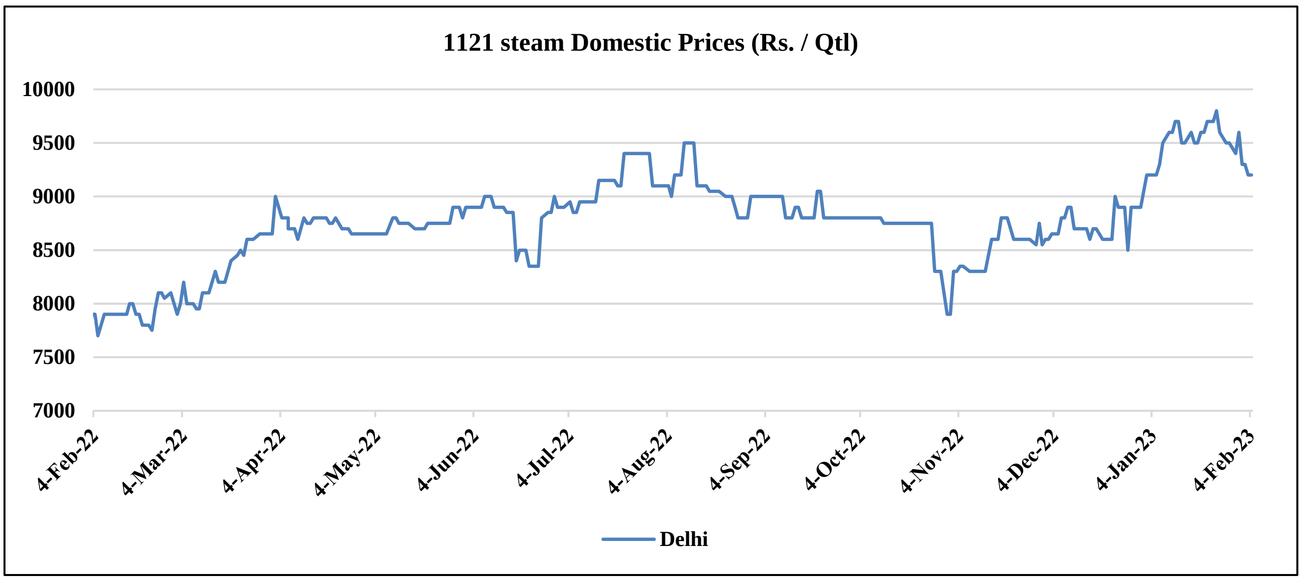


- India's 5% broken parboiled rice ranged from $393 to $398 per tonne, up from a range of $387 to $395 last week. This year, the government purchased unmilled rice from farmers in record amounts. Limited supply is available to private players for the exports.
- Thailand’s 5% broken rice prices eased marginally at $495 per tonne from $500 per tonne due to moderate demand. Prices will show correction once new supply begins in March.
- Vietnam’s 5% broken rice quoted at $445–$450 per tonne, which is the same price as two weeks ago. Following the lunar new year holiday, traders are continuing their purchases of rice from farmers in order to get ready for new contracts.
- In January, Vietnam exported 400,000 tonnes of rice, a 20.9% decrease from the same month last year.
- As of USDA’s recent report, the rice production in Bangladesh for the marketing year ending in April has been increased to 35.8 million tonnes.

State wise Wholesale Prices Weekly Analysis for Rice First Week of February, 2023

State	Prices 01-08 Feb 2023	Prices 24-31 Jan 2023	Prices 16-23 Jan 2023	Prices 01-08 Feb 2022	% Change (Over Previous Week)	% Change (Over Previous Year)
Bihar	2860.61	2883.33	2922.86	3299.42	-0.79	-13.3
Gujarat	4249.17	4224.55	4220.67	4287.25	0.58	-0.89
Karnataka	4955.76	4498.69	4145.47	3998.01	10.16	23.96
Kerala	4043.79	4050.39	4048.83	3660.99	-0.16	10.46
Maharashtra	3887.71	4091.49	3770.51	4162.31	-4.98	-6.6
Manipur	3225.62	3222.85	3217.54	3415.32	0.09	-5.55
Odisha	2880.11	2454.47	2800.14	2655	17.34	8.48
Tripura	3264.99	3263.87	3255.44	3005.07	0.03	8.65
Uttar Pradesh	2603.3	2626.66	2601.48	2508.97	-0.89	3.76
Uttrakhand		2612.18	2636.62		—	—
West Bengal	3388.93	3318.69	3258.28	2924.99	2.12	15.86
Average	**3536**	**3386.11**	**3352.53**	**3391.73**		

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



- Now that export demand has reduced amid meagre arrivals, the market has started moving downward this week. Arrival in Punjab and Haryana is almost over now. In West Bengal, lower prices are attracting demand from Haryana, Punjab, Delhi. Whereas in Raichur, Karnataka, market is almost steady due to the limited demand from Tamil Nadu, Kerala, and Chhattisgarh despite low arrivals. Due to current market fundamentals, market prices are anticipated to decrease over the upcoming weeks.
- In the benchmark Narela market, the weekly average price of Sugandha rice went down slightly by 4.97% to Rs. 7716.66 per quintal from last week, on the other hand, the price of 1121 steam eased marginally by 2.98% to Rs. 9333.33 per quintal from the previous week.

Outlook (Narela 1121 Steam):-

Duration	Trend	Average Price Range	Average Price Range
Second Week of February, 2023	Steady to Weak	Rs.9,100-9,300/Quintal	Reduced arrivals and lower trade activity.
Third Week of February, 2023	Steady to Weak	Rs.9,000-9,200/Quintal	Reduced arrivals and lower trade activity.
Fourth Week of February, 2023	Steady to Weak	Rs.9,000-9,200/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
		04-Feb-23	28-Jan-23	04-Jan-23	04-Feb-22			
Delhi	1121 Raw Wand	10200	10600	NA	NA	-3.77	NA	NA
	1121 White Parboiled (Sella)	9300	9500	9200	7900	-2.11	1.09	17.72
	1121 Steam Wand	9200	9500	9200	7900	-3.16	0.00	16.46
	Basmati Rice Common (Raw Wand)	11200	11600	11500	NA	-3.45	-2.61	NA
	1509 Steam wand	8500	8600	9000	NA	-1.16	-5.56	NA
	Sugandha Steam	8200	8400	8200	NA	-2.38	NA	NA
	Sarbati Raw Wand	8600	8800	8500	6300	-2.27	1.18	36.51
	DB(Duplicate Basmati) Raw Wand	6500	6600	6500	NA	-1.52	0.00	NA
	PR-11/14 Steam	6700	6900	7000	NA	-2.90	-4.29	NA

State wise Procurement KMS 2022-23

KMS 2022-23 (Units in LMTs) (as on 31.01.2023)				
S.No.	**STATES/ UTs**	**FCI**	**State Agency**	**Total**
1	A.P.	0.00	29.35	29.35
2	TELANGANA	0.00	62.21	62.21
3	ASSAM	0.01	1.03	1.47
4	BIHAR	0.00	27.58	27.58
5	CHANDIGARH	0.19	0.00	0.19

6	CHHATISGARH	0.00	92.00	92.00
7	GUJARAT	0.00	1.77	1.77
8	HARYANA	0.14	58.82	58.96
9	H. P.	0.07	0.07	0.14
10	JHARKHAND	0.00	0.90	0.90
11	J&K	0.33	0.00	0.33
12	KARNATAKA	0.00	0.00	0.00
13	KERALA	0.00	1.97	1.97
14	M. P	0.00	46.16	46.16
15	MAHARASHTRA	0.00	12.94	12.94
16	ODISHA	0.00	45.50	45.50
17	PUNJAB	1.94	180.01	181.95
18	RAJASTHAN	0.00	0.00	0.00
19	NEF (Tripura)	0.00	0.38	0.38
20	TAMIL NADU	0.00	4.11	4.11
21	UTTAR PRADESH	1.07	59.42	60.49
22	UTTRAKHAND	0.00	8.96	8.96
23	WEST BENGAL	0.00	10.70	10.70
	TOTAL	**4.18**	**643.88**	**648.06**

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 Y-O-Y change	181 5	182 1	179 -4	169	168 -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 Mar- 23, Rough Rice**

(Prices in US$/hundredweight)

Market Analysis

Market is currently moving in downtrend but the prices have remained firm and trading above 9, 18, 50 and 100 DMA indicating firm market sentiments RSI is currently near 50, indicating weak buying strength, MACD is indicating steady momentum.

Duration	Trend	Support	Resistance
Mar-2023	**Bearish**	**S1-17** **S2-16**	**R1-18** **R2-19**