

## Groundnut Outlook – July 2020

Groundnut (*Arachishypogaea L.*) is an important oilseed crop in India which occupies first position in terms of area and second position in terms of production. China is the largest producer as well as consumer of groundnut in the world with 171.50 lakh tonnes in 2017-18 followed by India (91.79lakh tonnes), United States (32.81lakh tonnes), Nigeria (24.20 lakh tonnes) and Sudan (16.41 lakh tonnes).

**Table 1: State wise area under groundnut in India**

State	2019-20			2020-21		
	Area(lakh ha)	Area (lakh Acres)	% to total area	Area(lakh ha)	Area (lakh Acres)	% to total area
<b>Gujarat</b>	9.91	24.49	63.61	16.37	40.45	65.35
<b>Rajasthan</b>	4.19	10.35	26.89	3.91	9.66	15.61
<b>Maharashtra</b>	0.21	0.52	1.35	1.27	3.14	5.07
<b>Andhra Pradesh</b>	0.36	0.89	2.31	1.15	2.84	4.59
<b>Madhya Pradesh</b>	0.10	0.25	0.64	0.82	2.03	3.27
<b>Others</b>	0.81	2.00	5.20	1.53	3.78	6.11
<b>All India</b>	15.58	38.50	100.00	25.05	61.90	100.00

Source: www.agricoop.com

According to the all India kharif crop coverage report, Government of India, as on 2<sup>nd</sup> July 2020, groundnut was sown in around 25.05 lakh hectares as compared to last year (15.58 lakh ha). Among the states, Gujarat stood first in area coverage with 16.37 lakh ha followed by Rajasthan (3.91 lakh ha), Maharashtra (1.27 lakh ha), Andhra Pradesh (1.15 lakh ha), and Madhya Pradesh (0.82 lakh ha).

**Table 2: State wise Monthly Wholesale Prices Analysis for Groundnut**

State	June, 2020	May, 2020	June, 2019	% Change(Over Previous Month)	% Change(Over Previous Year)
<b>Andhra Pradesh</b>	4996.74	5169	5117.18	-3.33	-2.35
<b>Gujarat</b>	5659.94	5850.68	5182.22	-3.26	9.22
<b>Karnataka</b>	5205.25	4888.92	5099.66	6.47	2.07
<b>Madhya Pradesh</b>	4636.4	4817.59	3850.4	-3.76	20.41
<b>Maharashtra</b>	4617.34	4359.66	5107.65	5.91	-9.6
<b>Odisha</b>	5078.12	5113.79	5200.00	-0.7	-2.34
<b>Rajasthan</b>	4348.77	4600.19	4030.89	-5.47	7.89
<b>Tamil Nadu</b>	7131.69	6922.59	6644.62	3.02	7.33
<b>Telangana</b>	4517.45	5307.29	4786.31	-14.88	-5.62
<b>Uttar Pradesh</b>	4837.61	4847.57	4751.36	-0.21	1.82
<b>West Bengal</b>	6656.09		6078.95	-	9.49
<b>Average</b>	5178.99	5040.19	5289		

Source: [https://agmarknet.gov.in/PriceTrends/SA\\_Pri\\_MonthRep.aspx](https://agmarknet.gov.in/PriceTrends/SA_Pri_MonthRep.aspx)

Table 3: District wise area under groundnut in Telangana State

District	2019-20			2020-21		
	Area (ha)	Area (Acres)	% to total area	Area (ha)	Area (Acres)	% to total area
Gadwal	0.00	0.00	0.00	830.42	2052.00	47.12
Warangal (Rural)	976.51	2413.00	94.44	288.54	713.00	16.37
Suryapet	12.14	30.00	1.17	251.71	622.00	14.28
Mahabubabad	0.00	0.00	0.00	125.45	310.00	7.12
Wanaparthy	12.14	30.00	1.17	84.17	208.00	4.78
Others	33.18	82.00	3.21	182.11	450.00	10.33
<b>Total</b>	<b>1033.97</b>	<b>2555.00</b>	<b>100.00</b>	<b>1762.41</b>	<b>4355.00</b>	<b>100.00</b>

Source: www.agritelangana.gov.in

In Telangana, groundnut has been sown in around 4,355 acres as on 1<sup>st</sup> July 2020. Among the districts, Gadwal stood first in groundnut sown area with 2052 acres followed by Warangal (Rural) (713 acres), Suryapet (622 acres), Mahabubabad (310 acres) and Wanaparthy (208 acres).

Table 4: Arrivals and Prices of Groundnut at Nagarkurnool Market in the Month of June 2020

Date	Arrivals (Quintals)	Minimum Price (Rs/quintal)	Maximum Price (Rs/quintal)	Modal Price (Rs/quintal)
1	21	4,659	5,149	5,149
3	11	4,725	4,959	3,659
4	11	4,300	5,010	4,300
6	5	4,930	4,930	4,930
9	8	3,005	5,216	5,109
10	8	4,100	5,002	4,100
11	3	4,819	4,819	4,819
13	6	4,619	4,619	4,619
15	3	5,120	5,120	5,120
20	11	5,300	5,320	5,320
22	20	4,841	5,580	4,841

Source: <http://agrimarketing.telangana.gov.in/indexnew.jsp>

In Nagarkurnool market about 107 quintals of groundnut was traded in price range of Rs. 3,659 – 5,320 per quintal during June 2020.

### Groundnut Price Outlook

India continues to see renewed interest as the markets began to be active again. Despite higher peanut demand in Europe, supply has been distorted. Africa continues at brisk pace and farmers in the East African regions have started selling their harvest. Brazil is looking at exporting 250,000 tons this year.

Under these circumstances, Agricultural Market Intelligence Centre, PJTSAU expects that groundnut may trade in a range of **Rs. 4900 – 5200** per quintal during the month of July 2020.