

Groundnut Outlook – August 2021

Groundnut is an important oilseed crop in India which occupies first position in terms of area and second position in terms of production after soyabean. China ranks first in groundnut production with 17.57 million tonnes followed by India 6.73 million tonnes, Nigeria 4.45 lakh tonnes, Sudan 2.83 million tonnes and United States of America 2.49 million tonnes accounting for 36.01, 13.79, 9.12, 5.80 and 5.11 percent of total world production of 48.80 million tonnes in 2019-20. According to the 2nd advance estimates, groundnut production estimate (kharif and rabi) was 10.14 million tonnes for 2020-21 as against 9.95 million tonnes in 2019-20.

Table 1: State wise area under groundnut in India

State	2020-21			2021-22		
	Area (lakh ha)	Area (lakh acres)	% to total area	Area (lakh ha)	Area (lakh acres)	% to total area
Gujarat	20.37	50.34	43.28	18.93	46.78	42.64
Rajasthan	7.06	17.45	15.00	7.49	18.51	16.87
Andhra Pradesh	6.93	17.12	14.72	4.08	10.08	9.19
Madhya Pradesh	2.54	6.28	5.40	3.82	9.44	8.61
Karnataka	3.57	8.82	7.58	3.66	9.04	8.25
Telangana	0.09	0.21	0.18	0.06	0.15	0.14
Others	6.52	16.10	13.84	6.35	15.69	14.30
All India	47.07	116.31	100.00	44.39	109.69	100.00

Source: www.agricoop.gov.in

According to the all India kharif crop coverage report, Government of India, as on 6th August 2021, groundnut was sown in around 44.39 lakh hectares as compared to last year (47.07 lakh ha). Among the states, Gujarat stood first in area coverage with 18.93 lakh ha followed by Rajasthan (7.49 lakh ha), Andhra Pradesh (4.08 lakh ha), Madhya Pradesh (3.82 lakh ha) and Karnataka (3.66 lakh ha).

Table 2: State wise Wholesale Prices Monthly Analysis for Groundnut July, 2021

State	Prices July, 2021	Prices June, 2021	Prices July, 2020	% Change(Over Previous Month)	% Change(Over Previous Year)
Andhra Pradesh	4712.44	4626.21	4925.11	1.86	-4.32
Gujarat	5615.16	5466.15	5526.01	2.73	1.61
Karnataka	4890.42	4747.43	5496.53	3.01	-11.03
Madhya Pradesh	5113.32	4720.63		8.32	—
Maharashtra	5003.1	4603.01	5070.22	8.69	-1.32
Rajasthan	5343.29	5583.3	3874.07	-4.3	37.92
Tamil Nadu	7724.88	8120.93	7467.21	-4.88	3.45
Telangana	5077.49	5349.54	4209.93	-5.09	20.61
Uttar Pradesh	4609.19	4740.67	4742.64	-2.77	-2.81
Average	5218.17	5261.06	5095.5		

Source: <https://agmarknet.gov.in>

Table 3: District wise area under groundnut in Telangana State

Districts	2020-21			2021-22		
	Area (ha)	Area (acres)	% to total area	Area (ha)	Area (acres)	% to total area
Gadwal	4971.57	12285	58.68	2638.55	6520	43.35
Warangal (R)	350.46	866	4.14	2142.41	5294	35.20
Suryapet	450.01	1112	5.31	379.60	938	6.24
Nagarkurnool	812.21	2007	9.59	273.57	676	4.49
Wanaparthy	815.85	2016	9.63	128.69	318	2.11
Others	1071.61	2648	12.65	524.07	1295	8.61
Total	8471.70	20934	100.00	6086.89	15041	100.00

Source: www.agri.telangana.gov.in

In Telangana, groundnut has been sown in around 15,041 acres as on 4th August 2021. Among the districts, Gadwal stood first in groundnut sown area with 6,520 acres followed by Warangal (R) (5294 acres), Suryapet (938 acres), Nagarkurnool (676 acres) and Wanaparthy (318 acres).

Table 4: Arrivals and Prices of Groundnut at Gadwal Market in the Month of July, 2021

Date	Arrivals (Quintals)	Minimum Price (Rs/quintal)	Maximum Price (Rs/quintal)	Modal Price (Rs/quintal)
1	459	4,397	5,369	5,240
2	1,043	4,398	5,872	5,345
3	1,290	2,502	6,072	4,372
5	1,617	4,293	5,632	5,319
6	571	4,260	5,400	5,290
7	778	4,398	5,486	5,120
8	688	4,221	5,501	4,870
10	763	4,392	5,770	5,320
12	876	4,398	5,200	4,819
13	777	4,395	5,270	4,806
14	756	4,360	5,290	4,890
15	427	4,227	5,267	4,600
16	753	4,350	5,370	4,670
17	550	2,069	4,670	3,670
19	1,328	4,300	5,506	5,070
22	897	4,122	4,727	4,230
24	2,168	4,240	5,360	5,100
26	2,279	4,340	5,666	5,350
27	2,059	4,421	5,690	4,880
28	1,926	4,466	5,932	5,200
30	2,039	4,466	6,352	5,532

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

Groundnut Price Outlook

The exported value of groundnut from India rose by 6% to 5,381 crores in fiscal 2020-21 compared to 5096 cores in 2019-20.

Chinese oil crushers halted their buying as most of the factories remain shutting down with uncertainty. Indian groundnut prices plummeted amid weak demand from domestic and international markets.

Under these circumstances, Agricultural Market Intelligence Centre, PJTSAU expects that groundnut may trade in a range of **Rs. 5200 – 5500** per quintal during the month of August 2021.