

## Groundnut Outlook – July 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 2<sup>nd</sup> advance estimates, all India 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	2019-20			2020-21		
	Area (lakh ha)	Area (lakh acres)	% to total area	Area (lakh ha)	Area (lakh acres)	% to total area
<b>Karnataka</b>	1.07	2.64	22.20	1.32	3.26	27.73
<b>Telangana</b>	1.15	2.84	23.86	0.87	2.15	18.28
<b>Tamil Nadu</b>	0.93	2.30	19.29	0.87	2.15	18.28
<b>Odisha</b>	0.78	1.93	16.18	0.72	1.78	15.13
<b>Andhra Pradesh</b>	0.66	1.63	13.69	0.67	1.66	14.08
<b>Others</b>	0.23	0.57	4.77	0.31	0.77	6.51
<b>All India</b>	4.82	11.91	100.00	4.76	11.76	100.00

Source: [www.agricoop.gov.in](http://www.agricoop.gov.in)

According to the all India rabi crop coverage report, Government of India, as on 29<sup>th</sup> January 2021, groundnut was sown in around 4.76 lakh hectares as compared to last year (4.82 lakh ha). Among the states, Karnataka stood first in area coverage with 1.32 lakh ha followed by Telangana (0.87 lakh ha), Tamil Nadu (0.87 lakh ha), Odisha (0.72 lakh ha), and Andhra Pradesh (0.67 lakh ha).

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

State	Prices June, 2021	Prices May, 2021	Prices June, 2020	% Change (Over Previous Month)	% Change (Over Previous Year)
<b>Andhra Pradesh</b>	4631.03	4902.8	4996.74	-5.54	-7.32
<b>Gujarat</b>	5484.53	5683.61	5659.94	-3.5	-3.1
<b>Karnataka</b>	4758.81	5056.36	5203.15	-5.88	-8.54
<b>Madhya Pradesh</b>	4720.63	4729.4	4636.4	-0.19	1.82
<b>Maharashtra</b>	4593.16	4888.28	4684.26	-6.04	-1.94
<b>Rajasthan</b>	5598.12	6094.9	4348.77	-8.15	28.73
<b>Tamil Nadu</b>	8118.66	8102.55	7131.69	0.2	13.84
<b>Telangana</b>	5376.71	5488.05	4517.45	-2.03	19.02
<b>Uttar Pradesh</b>	4758.35	5583.5	4837.61	-14.78	-1.64
<b>Average</b>	5263.33	5562.95	5183.98		

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

**Table 3: District wise area under kharif groundnut in Telangana State**

Districts	2020-21			2021-22		
	Area (ha)	Area (acres)	% to total area	Area (ha)	Area (acres)	% to total area
Warangal (R)	314.04	776	13.64	1600.13	3954	66.42
Gadwal	1216.89	3007	52.84	382.43	945	15.87
Suryapet	318.89	788	13.85	161.47	399	6.70
Janagoan	76.49	189	3.32	80.53	199	3.34
Nagarkurnool	73.65	182	3.20	50.99	126	2.12
Others	303.11	749	13.16	133.55	330	5.54
<b>Total</b>	<b>2303.07</b>	<b>5691</b>	<b>100.00</b>	<b>2409.10</b>	<b>5953</b>	<b>100.00</b>

Source: [www.agritelangana.gov.in](http://www.agritelangana.gov.in)

In Telangana, during kharif 2021-22 groundnut has been sown in around 5,953 acres as on 7<sup>th</sup> July 2021. Among the districts, Warangal (R) stood first in groundnut sown area with 3,954 acres followed by Gadwal (945 acres), Suryapet (399 acres), Janagaon (199 acres) and Nagarkurnool (126 acres).

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

Date	Arrivals (Quintals)	Minimum Price (Rs/quintal)	Maximum Price (Rs/quintal)	Modal Price (Rs/quintal)
3	877	4,370	6,150	5,512
5	588	4,500	6,312	5,700
8	1,126	4,310	6,112	5,420
11	1,349	4,470	6,132	5,520
12	278	4,569	6,300	4,822
14	345	4,316	5,645	5,366
21	398	4,276	5,800	5,586
22	379	4,351	6,300	5,486
23	361	4,480	6,000	5,332
25	168	4,589	6,140	5,170
26	247	4,286	5,400	5,010
28	116	4,200	6,312	5,239
29	255	4,470	5,982	5,489
30	386	4,447	6,213	5,212

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

### **Groundnut Price Outlook**

Peanut oil exports took a hit over high domestic prices. According to IOPEPC, exports of peanut oil increased by 142% and stood at 2,13,448 tons in (Apr-Feb) 2021 against 35,629 tons in 2020.

Blanched peanut and peanut butter exports increased by 15%, from 35,552 tons in 2020 to 41,363 tons in 2021. At the same time, raw peanut exports declined by 3% from 5,89,661 tons of raw peanut kernels in 2021 against 6,06,323 in 2020.

The Gujarat state accounts for about 85% of the peanut oil exported from the country. High demand from China on account of damage to its domestic crop due to flooding mainly resulted in higher exports of peanut oil from India.

The United States is expected to produce 3.1 million tons of peanuts this year as against 2.8 million tons in previous crop. Large-scale sowing has begun in China this year. It is estimated to harvest 18 million tons of peanuts.

Argentine harvest is delayed and expecting lower yields this year. Peanuts are ready in Brazil. Production might have increased by 0.7 to 0.75 million tons. Senegal completes sowing of peanuts, where planting has increased.

Under these circumstances, Agricultural Market Intelligence Centre, PJTSAU expects that groundnut may trade in a range of **Rs. 5500 – 6000** per quintal during the month of July 2021.