

Groundnut Outlook – April 2022

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 1st advance estimates, groundnut production estimate (kharif) was 82.54 lakh tonnes for 2021-22 as against 85.56 million tonnes in 2020-21 (kharif).

Table 1: State wise area under groundnut in India during Rabi season

State	2020-21			2021-22		
	Area (lakh ha)	Area (lakh acres)	% to total area	Area (lakh ha)	Area (lakh acres)	% to total area
Telangana	0.48	1.19	22.33	1.14	2.82	42.22
Karnataka	1.01	2.50	46.98	1.01	2.50	37.41
Andhra Pradesh	0.22	0.54	10.23	0.23	0.57	8.52
Odisha	0.14	0.34	6.37	0.16	0.39	5.81
Tamil Nadu	0.27	0.67	12.60	0.15	0.37	5.59
Others	0.03	0.08	1.49	0.01	0.03	0.44
All India	2.15	5.31	100.00	2.70	6.67	100.00

Source: www.agricoop.gov.in

According to the all India rabi crop coverage report, Government of India, as on 3rd December 2021, groundnut was sown in around 2.70 lakh hectares as compared to last year (2.15 lakh ha). Among the states, Telangana stood first in area coverage with 1.14 lakh ha followed by Karnataka (1.01 lakh ha), Andhra Pradesh (0.23 lakh ha), Odisha (0.16 lakh ha) and Tamil Nadu (0.15 lakh ha).

Table 2: State wise Wholesale Prices Monthly Analysis for Groundnut March, 2022

State	Prices March, 2022	Prices February, 2022	Prices March, 2021	% Change(Over Previous Month)	% Change(Over Previous Year)
Andhra Pradesh	5464.8	5255.93	5930.46	3.97	-7.85
Chattisgarh	4031.69	4132.26	3815.82	-2.43	5.66
Gujarat	5999.77	5370.59	5643.54	11.72	6.31
Haryana	4489.52	4156.55		8.01	—
Karnataka	6033.24	5835.74	5984.04	3.38	0.82
Madhya Pradesh	4910.92	4648.66	5116.05	5.64	-4.01
Maharashtra	5578.06	5443.13	5043.74	2.48	10.59
Odisha	3800	7500	4966.67	-49.33	-23.49
Pondicherry	5931.03	5213.22		13.77	—
Rajasthan	5638.84	5194.97	5464.17	8.54	3.2
Tamil Nadu	8757.48	8143.64	8385.9	7.54	4.43
Telangana	6046.7	6049.77	5688.49	-0.05	6.3
Uttar Pradesh	5267.88	5099.03	5410.49	3.31	-2.64
West Bengal	8238.57	7958.41		3.52	—
Average	5727.75	5714.42	5586.31		

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
Nagarkurnool	54886.79	135628	49.00	59650.76	147400	41.26
Nalgonda	6965.86	17213	6.22	14865.34	36733	10.28
Wanaparthy	13417.78	33156	11.98	13272.90	32798	9.18
Mahabubnagar	3840.07	9489	3.43	9099.78	22486	6.29
Vikarabad	3345.54	8267	2.99	8060.54	19918	5.58
Others	29553.02	73027	26.38	39609.07	97876	27.40
Total	112009.06	276780	100.00	144558.39	357211	100.00

Source: www.agritelangana.gov.in

In Telangana, groundnut has been sown in around 3,57,211 acres as on 16th March 2022. Among the districts, Nagarkurnool stood first in groundnut sown area with 1,47,400 acres followed by Nalgonda (36,733 acres), Wanaparthy (32,798 acres), Mahabubnagar (22,486 acres) and Vikarabad (19,918 acres).

Table 4: Arrivals and Prices of Groundnut at Gadwal Market in the Month of March, 2022

Date	Arrivals (Quintals)	Minimum Price (Rs/quintal)	Maximum Price (Rs/quintal)	Modal Price (Rs/quintal)
3	1,914	4,689	6,720	5,330
4	1,588	4,642	6,712	5,461
5	1,432	4,876	6,500	5,730
7	2,219	2,756	6,719	5,460
8	1,806	4,681	6,466	5,431
9	1,750	4,899	6,570	5,500
10	1,874	4,786	6,740	5,470
11	1,804	4,466	6,620	5,370
12	2,049	4,677	6,899	5,537
14	2,945	4,810	7,020	5,566
15	2,564	4,611	6,710	5,200
17	2,214	4,660	6,680	5,501
19	2,396	4,512	6,590	5,419
21	3,254	4,660	6,399	5,246
22	2,741	4,670	6,640	5,416
23	2,596	4,510	6,450	5,386
24	2,322	4,416	6,266	5,256
25	2,456	4,690	6,299	5,429
26	2,618	4,586	6,390	5,567
28	2,457	4,686	6,390	5,440
29	1,998	4,659	6,200	5,621
30	1,985	4,516	6,326	5,689

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

Groundnut Price Outlook

In March, the average monthly price of Groundnut bold at Rajkot went up by 7.98% to Rs. 5,571 a quintal, compared to Rs.5,159/qrtl previous month.

The market made a low of Rs. 5,085 and high of Rs. 6,155 during the month. Groundnut bold seed arrivals in Rajkot were 10.6% low compared to previous month. However, low demand from China continued this month too.

As per trade sources India's groundnut export for the month of Jan 2022 decreased and stood at 44,262 tonnes at an average FOB of \$1145/ MT compared to 74,495 MT previous month.

However, the exports were lower compared to same month last year by 39%. Of the total exported quantity in Jan 22, around 49% (22,081 tonnes) were exported to Indonesia, 13% (6,076 tonnes) exported to Bangladesh, 5.60% (2,481 tonnes) exported to Philippines.

Under these circumstances, Agricultural Market Intelligence Centre, PJTSAU expects that groundnut may trade in a range of **Rs. 5500 – 6500** per quintal during the month of April 2022.