

Groundnut Outlook – December 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 first advance estimates 2022-23, Government of India kharif groundnut is estimated at 83.69 lakh tonnes as compared to 83.75 lakh tonnes in 2021-22.

Table 1: State wise area under groundnut in India

State	2021-22			2022-23		
	Area (lakh ha)	Area (lakh acres)	% to total area	Area (lakh ha)	Area (lakh acres)	% to total area
Gujarat	19.10	47.20	38.63	17.09	42.23	37.49
Rajasthan	7.77	19.20	15.72	7.90	19.52	17.33
Andhra Pradesh	6.42	15.86	12.99	5.47	13.52	12.00
Madhya Pradesh	3.88	9.59	7.85	4.50	11.12	9.87
Karnataka	4.90	12.11	9.91	3.73	9.22	8.18
Telangana	0.12	0.30	0.24	0.08	0.20	0.18
Others	7.25	17.92	14.66	6.82	16.85	14.96
All India	49.44	122.17	100.00	45.59	112.66	100.00

Source: www.agricoop.gov.in

According to the all India kharif crop coverage report, Government of India, as on 30th September 2022, groundnut was sown in around 45.59 lakh hectares as compared to last year (49.44 lakh ha). Among the states, Gujarat stood first in area coverage with 17.09 lakh ha followed by Rajasthan (7.90 lakh ha), Andhra Pradesh (5.47 lakh ha), Madhya Pradesh (4.50 lakh ha), Karnataka (3.73 lakh ha) and Telangana (0.08 lakh ha).

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

State	Prices November, 2022	Prices October, 2022	Prices November, 2021	% Change(Over Previous Month)	% Change(Over Previous Year)
Andhra Pradesh	5439.92	5309.3	5232.01	2.46	3.97
Gujarat	6189.35	6336.18	5635.12	-2.32	9.84
Karnataka	6073.01	5813.58	5404.82	4.46	12.36
Madhya Pradesh	4813.68	4946.32	4916.18	-2.68	-2.08
Maharashtra	5585.4	6393.17	5678.89	-12.63	-1.65
Rajasthan	5508.17	5637.44	5394.9	-2.29	2.1
Tamil Nadu	8141.84	8785.19	7074.06	-7.32	15.09
Telangana	6132.61	5567.96	5689.27	10.14	7.79
Average	6023.22	6410.46	5607.09		

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

Table 3: District wise area under groundnut in Telangana State

Districts	2021-22			2022-23		
	Area (ha)	Area (acres)	% to total area	Area (ha)	Area (acres)	% to total area
Wanaparthy	1110.86	2745	9.45	2978.49	7360	35.98
Gadwal	4379.51	10822	37.26	2420.02	5980	29.23
Warangal	2212.42	5467	18.82	1428.14	3529	17.25
Bhadradi	1255.74	3103	10.68	470.25	1162	5.68
Nagarkurnool	702.94	1737	5.98	134.76	333	1.63
Others	2092.63	5171	17.80	846.20	2091	10.22
Total	11754.11	29045	100.00	8277.86	20455	100.00

Source: www.agri.telangana.gov.in

In Telangana, groundnut has been sown in around 20,455 acres as on 28th September 2022. Among the districts, Wanaparthy stood first in groundnut sown area with 7,360 acres followed by Gadwal (5980 acres) Warangal (3529 acres), B. Kothagudem (1162 acres) and B. Nagarkurnool (333 acres). According to the 4th advance estimates, Telangana groundnut production estimate was 3.73 lakh tonnes (kharif 0.25 lakh tonnes and rabi 3.48 lakh tonnes) for 2021-22 as against 2.90 lakh tonnes (kharif 0.24 lakh tonnes and rabi 2.66 lakh tonnes) in 2020-21.

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

Date	Arrivals (Quintals)	Minimum Price (Rs/quintal)	Maximum Price (Rs/quintal)	Modal Price (Rs/quintal)
1	528	4,339	7,670	5,590
2	545	4,470	7,890	5,411
3	437	4,469	7,570	5,577
4	654	4,676	8,102	5,127
5	1,038	4,470	7,540	5,860
7	1,584	4,676	7,986	5,352
9	1,590	4,637	8,240	5,829
10	1,080	4,510	7,940	5,600
11	720	4,880	8,200	5,972
12	780	4,910	8,280	5,770
14	1,064	4,869	8,321	7,200
15	635	4,756	8,279	7,219
16	574	4,569	8,260	6,429
17	545	5,070	8,490	7,352
18	461	5,256	8,630	7,240
19	396	5,890	8,290	7,251
21	499	5,306	8,052	6,339
22	428	5,216	8,290	6,229
24	344	5,829	9,012	7,119
25	318	5,473	8,496	6,412
26	313	5,640	9,152	6,410
28	511	5,476	8,812	6,210

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

Groundnut Price Outlook

Rajkot Groundnut weekly average bold prices traded sideways and went marginally down by 0.02% to INR 5,889/q as compared to previous week at INR 6,017/q on the back of weakening groundnut oil prices.

All India arrivals recorded down by 7% to 0.98 lakh tonnes as compared to 1.05 lakh tonnes previous week. Month till date, Rajkot groundnut prices are down by 3%. Firm Groundnut oil prices underpinning Groundnut prices. If Groundnut oil demand revives from China, Groundnut price is likely to witness gains in upcoming weeks.

In Oct'22, Groundnut oil export demand declined by 49% to 3952.90 tonnes as compared to previous month at 7812.49 tonnes. Weak groundnut oil demand and new crop arrivals weighed on Groundnut prices.

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 December 2022.