

Groundnut Outlook – July 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 3rd advance estimates, groundnut production estimate (kharif and rabi) was 10.08 million tonnes for 2021-22 as against 10.24 million tonnes in 2020-21.

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	14.50	35.83	57.29	10.15	25.08	49.46
Rajasthan	5.68	14.04	22.44	5.85	14.46	28.51
Karnataka	1.32	3.26	5.22	1.14	2.82	5.56
Madhya Pradesh	0.67	1.66	2.65	0.81	2.00	3.95
Andhra Pradesh	0.59	1.46	2.33	0.74	1.83	3.61
Telangana	0.02	0.05	0.08	0.01	0.02	0.05
Others	2.53	6.25	10.00	1.82	4.50	8.87
All India	25.31	62.54	100.00	20.52	50.71	100.00

Source: www.agricoop.gov.in

According to the all India kharif crop coverage report, Government of India, as on 8th July 2022, groundnut was sown in around 20.52 lakh hectares as compared to last year (25.31 lakh ha). Among the states, Gujarat stood first in area coverage with 10.15 lakh ha followed by Rajasthan (5.85 lakh ha), Karnataka (1.14 lakh ha), Madhya Pradesh (0.81 lakh ha), Andhra Pradesh (0.74 lakh ha) and Telangana (0.01 lakh ha).

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

State	Prices June, 2022	Prices May, 2022	Prices June, 2021	% Change(Over Previous Month)	% Change(Over Previous Year)
Andhra Pradesh	5469.45	5347.83	4626.21	2.27	18.23
Gujarat	6361.83	6171.58	5466.15	3.08	16.39
Karnataka	5412.79	5546.83	4747.76	-2.42	14.01
Madhya Pradesh	4775.46	4787.86	4720.63	-0.26	1.16
Maharashtra	5412.22	5270.93	4603.01	2.68	17.58
Rajasthan	5224.66	5622.9	5583.3	-7.08	-6.42
Tamil Nadu	8095.83	7185.89	8120.93	12.66	-0.31
Telangana	5187.74	5552.43	5349.54	-6.57	-3.02
Uttar Pradesh	5567.46	5258.53	4740.67	5.87	17.44
West Bengal	7596.03	7959.01		-4.56	—
Average	5763.33	5623.92	5261.09		

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
Warangal	1600.13	3954	66.88	571.42	1412	47.70
Gadwal	368.26	910	15.39	315.66	780	26.35
Suryapet	161.47	399	6.75	187.77	464	15.68
Nagarkurnool	50.99	126	2.13	71.22	176	5.95
Wanaparthy	43.71	108	1.83	24.69	61	2.06
Others	167.94	415	7.02	27.11	67	2.26
Total	2392.51	5912	100.00	1197.87	2960	100.00

Source: www.agri.telangana.gov.in

In Telangana, groundnut has been sown in around 2,960 acres as on 6th July 2022. Among the districts, Warangal stood first in groundnut sown area with 1,412 acres followed by Gadwal (780 acres), Suryapet (464 acres), Nagarkurnool (176 acres) and Wanaparthy (61 acres). According to the 2nd advance estimates, Telangana groundnut production estimate was 3.42 lakh tonnes (kharif 0.24 lakh tonnes and rabi 3.18 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 June, 2022

Date	Arrivals (Quintals)	Minimum Price (Rs/quintal)	Maximum Price (Rs/quintal)	Modal Price (Rs/quintal)
1	253	4,560	6,320	5,570
3	251	4,319	6,311	6,089
4	73	4,160	6,169	5,369
6	165	4,399	6,531	5,280
7	60	4,360	6,290	5,490
8	246	4,260	6,300	5,270
9	118	4,182	6,130	5,080
10	115	4,080	5,902	5,070
11	172	4,419	6,352	5,341
13	411	4,319	6,330	5,280
15	47	3,570	5,100	4,870
17	160	4,199	5,870	5,180
18	99	4,399	5,870	5,232
20	378	4,302	6,134	5,231
21	270	4,329	6,220	5,192
22	266	4,099	6,012	5,260
23	254	4,340	6,092	5,111
24	310	3,252	6,226	5,126

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

Groundnut Price Outlook

In Oct '21-April '22, India's Groundnut export went down by 24% to 3.72 lakh tonnes as compared to 4.89 lakh tonnes in the same period last year. Low demand from China contributed to the lower exports, while there is good demand from South East Asian countries like Indonesia, Malaysia and Philippines.

During the above same period, India's Groundnut oil export also went down by 95% to 9,701 tonnes as compared to 2.11 lakh tonnes in the previous same period. Here too, the lower exports can be attributed to low demand from China. Last year China imported groundnut oil heavily from India on account of local crop damage.

Under these circumstances, Agricultural Market Intelligence Centre, PJTSAU expects that groundnut may trade in a range of **Rs. 5400 – 5800** per quintal during the month of July 2022.