

## Groundnut Outlook – January 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 1<sup>st</sup> 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**

| 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](http://www.agricoop.gov.in)

According to the all India rabi crop coverage report, Government of India, as on 3<sup>rd</sup> 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 December, 2021**

| State          | Prices December, 2021 | Prices November, 2021 | Prices December, 2020 | % Change(Ov er Previous Month) | % Change(Ov er Previous Year) |
|----------------|-----------------------|-----------------------|-----------------------|--------------------------------|-------------------------------|
| Andhra Pradesh | 5073.53               | 5232.01               | 4409.4                | -3.03                          | 15.06                         |
| Chhattisgarh   | 5066.69               | 4646.16               | 4334.6                | 9.05                           | 16.89                         |
| Gujarat        | 5606.76               | 5635.12               | 4947.05               | -0.5                           | 13.34                         |
| Karnataka      | 5638.01               | 5404.82               | 4460.79               | 4.31                           | 26.39                         |
| Madhya Pradesh | 4911.1                | 4916.18               | 4543.56               | -0.1                           | 8.09                          |
| Maharashtra    | 6207.14               | 5678.89               | 4792.3                | 9.3                            | 29.52                         |
| Odisha         | 5500                  | 7000                  | 6891.49               | -21.43                         | -20.19                        |
| Rajasthan      | 5234.62               | 5394.9                | 4821.34               | -2.97                          | 8.57                          |
| Tamil Nadu     | 7722.84               | 7074.06               | 6761.32               | 9.17                           | 14.22                         |
| Telangana      | 6579.47               | 5689.27               |                       | 15.65                          | —                             |
| Uttar Pradesh  | 5131.81               | 5006.57               | 4188.18               | 2.5                            | 22.53                         |
| Average        | 5697.45               | 5607.09               | 5066.66               |                                |                               |

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 | 30240.99  | 74727        | 40.98           | 58172.84  | 143748       | 46.55           |
| Wanaparthly  | 11783.25  | 29117        | 15.97           | 13272.90  | 32798        | 10.62           |
| Mahabubnagar | 3069.95   | 7586         | 4.16            | 9099.78   | 22486        | 7.28            |
| Nalgonda     | 3372.25   | 8333         | 4.57            | 8775.22   | 21684        | 7.02            |
| Vikarabad    | 5082.86   | 12560        | 6.89            | 8060.54   | 19918        | 6.45            |
| Others       | 20245.64  | 50028        | 27.44           | 27574.11  | 68137        | 22.07           |
| Total        | 73794.95  | 182351       | 100.00          | 124955.38 | 308771       | 100.00          |

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

In Telangana, groundnut has been sown in around 3,08,771 acres as on 5<sup>th</sup> January 2022. Among the districts, Nagarkurnool stood first in groundnut sown area with 1,43,748 acres followed by Wanaparthly (32,798 acres), Mahabubnagar (22,486 acres), Nalgonda (21,684 acres), and Vikarabad (19,918 acres).

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

| Date | Arrivals (Quintals) | Minimum Price (Rs/quintal) | Maximum Price (Rs/quintal) | Modal Price (Rs/quintal) |
|------|---------------------|----------------------------|----------------------------|--------------------------|
| 1    | 256                 | 4,840                      | 7,682                      | 5,772                    |
| 2    | 355                 | 4,760                      | 8,112                      | 6,312                    |
| 3    | 410                 | 4,889                      | 8,144                      | 6,569                    |
| 6    | 1,283               | 4,772                      | 7,270                      | 6,160                    |
| 7    | 718                 | 4,806                      | 7,300                      | 6,016                    |
| 8    | 814                 | 4,806                      | 7,512                      | 6,372                    |
| 9    | 537                 | 4,748                      | 7,790                      | 6,812                    |
| 10   | 665                 | 4,699                      | 7,770                      | 5,800                    |
| 11   | 730                 | 4,779                      | 7,481                      | 6,106                    |
| 13   | 1,193               | 4,800                      | 7,700                      | 6,160                    |
| 14   | 953                 | 4,830                      | 7,760                      | 6,190                    |
| 15   | 692                 | 4,719                      | 7,411                      | 6,160                    |
| 16   | 952                 | 4,860                      | 8,201                      | 6,369                    |
| 17   | 795                 | 4,732                      | 7,292                      | 6,112                    |
| 18   | 1,060               | 4,731                      | 7,109                      | 6,148                    |
| 19   | 1                   | 4,500                      | 4,500                      | 4,500                    |
| 20   | 1                   | 4,500                      | 4,500                      | 4,500                    |
| 21   | 1,242               | 4,721                      | 7,700                      | 6,350                    |
| 22   | 779                 | 4,682                      | 7,461                      | 6,203                    |
| 23   | 912                 | 4,816                      | 8,051                      | 7,090                    |
| 24   | 760                 | 4,369                      | 8,080                      | 6,589                    |
| 28   | 2,306               | 4,950                      | 8,200                      | 6,595                    |
| 30   | 1,034               | 4,910                      | 8,209                      | 6,866                    |

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

### **Groundnut Price Outlook**

As per USDA December 2021 report, China is estimated to harvest 18.2 million tons of peanuts against 17.99 million metric tons previous year followed by Nigeria 4.80 million metric tons and United States 2.83 million tons.

As per trade sources India's groundnut export decreased in the month of November 2021 by 24% to 86,348 tonnes at an average FOB of \$1306/ MT compared to 1,14,263 tonnes during last year same period. Further, the groundnut export was up by 167% in November'2021 compared to the previous month. Of the total quantity around 40,541 tonnes were exported to Indonesia 16,103 tonnes to Vietnam, 7,394 tonnes to Philippines, and 6,313 tonnes to Malaysia.

Solvent Extraction Association of India (SEA) has estimated Gujarat's Kharif Groundnut crop production up by 8.74% at 38.55 lakh tons from an acreage of 19.10 lakh ha as compared to 35.45 lakh tonnes previous year. Gujarat's present year's average yield for groundnut stands at 2020 Kg/ha against the average yield of 1715 Kg/ha last year, which is nearly up by 18% compared to last year.

The peanut price is on the stable side and may not fall drastically since the government increased the minimum support price (MSP) for the Bold variety to Rs 55.50 per kg (Rs 52.75/kg last year), which acts as significant support for peanut price. Defatted peanut cake price has risen by 18% from Rs 38,000 per ton to Rs 45,000.

Under these circumstances, Agricultural Market Intelligence Centre, PJTSAU expects that groundnut may trade in a range of **Rs. 5600 – 5800** per quintal during the month of January 2022.