

**KEDIA** ADVISORY

# PADDY REPORT

**Date: 21 May 2026**

**Kedia Stocks and Commodities Research Pvt. Ltd.**

SEBI Registration Number: INH000006156



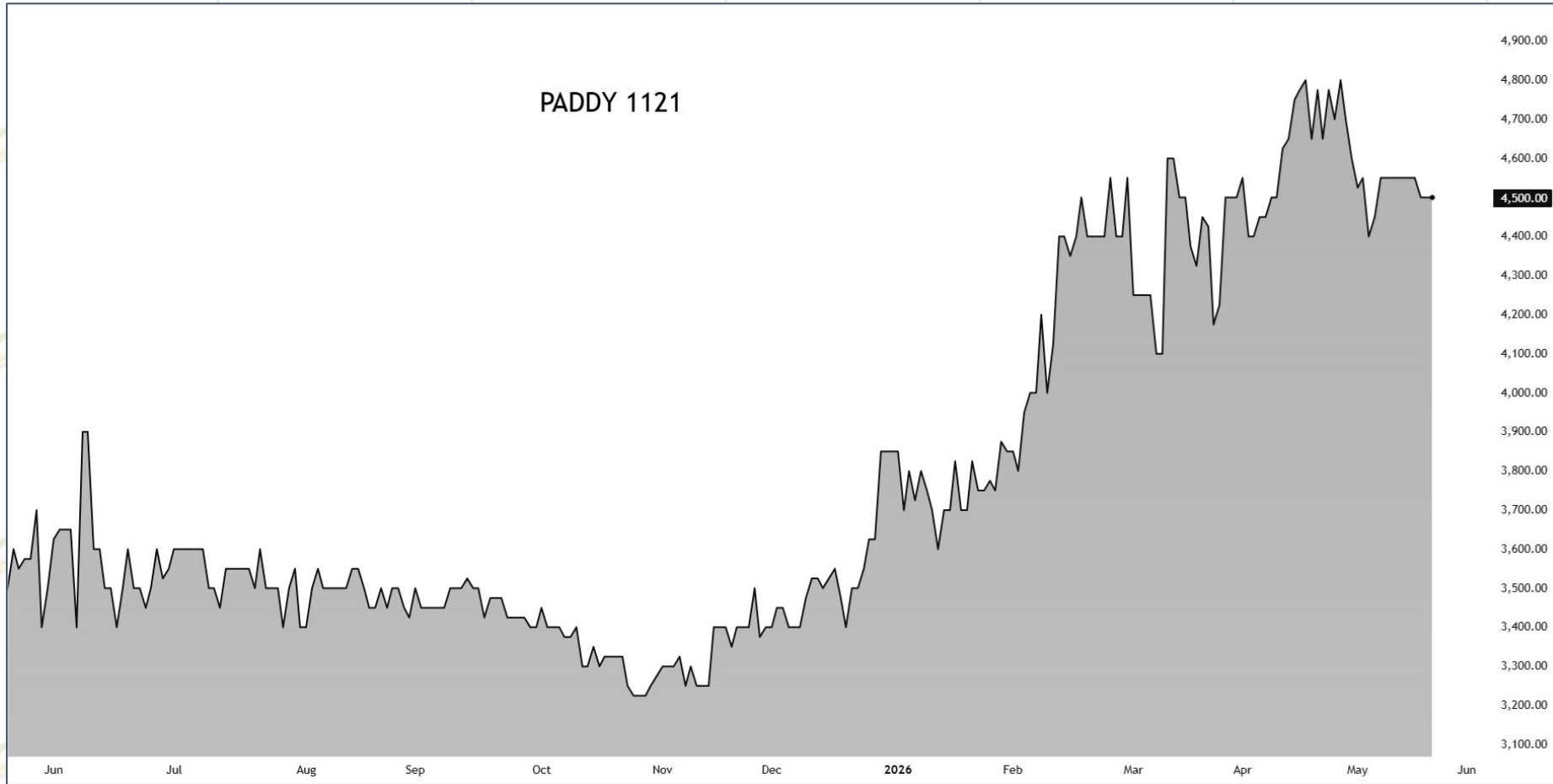
# FUNDAMENTALS





# Performance

Commodity	Price	Period (% Change)					
		1 Week	1 Month	3 Month	6 Month	1 Year	Ytd
Spot Paddy 1121	4,500.00	-1.10	-6.25	2.27	32.35	30.43	16.88





- Prices dropped over 6% in a month due to export disruptions as War in the Middle East holds up 200,000 tonnes of basmati rice.
- India's rice exports, continue to be hit by the West Asia war with shipment value falling by 6% in April.
- Unsold stocks from the previous Kharif season are still being offered at discounts to clear space for the new crop.
- The conflict in West Asia has pushed shipping insurance and freight costs up by 25–30%, making Indian rice less attractive.
- As per 2nd Adv Est, Rice production for 2025-26, expected at 1239.28 Lakh tonnes up by around 1% from last year.
- Countries in Africa have rushed to renew depleted inventories after India's policy shift, boosting export orders.
- Bumper government stocks of 60.4 million tonnes might lead to market-dumping if storage capacity reaches critical limits.
- Global rice production in 2025-26 is forecast at 561.6 million tonnes, up 2% and an all-time high – FAO
- Major buyers like Indonesia and the Philippines have imposed new "quality-based" restrictions, slowing down the pace of Indian shipments.
- Below-normal monsoon (92% LPA) could trigger a bullish price reversal by late Q3 if planting targets are missed.
- For 2026/27, World rice production is forecast down 5.0 million tons to 537.8 million tons, the first decrease since 2015/16 - USDA
- For 2026/27, Global consumption is projected 3.8 million tons higher to a record 541.4 million, on higher use by several countries – USDA
- For 2026/27, Global ending stocks are projected at 192.7 million tons, down 3.6 million, largely on reduced stocks for India – USDA
- USD/INR depreciation beyond 96.75 would enhance export realizations
- FAO forecasts global rice stocks to hit peak of 217.7 million tonnes



## Strengths

- As per USDA, India's stocks to use ratio for 2026-27 to drop 7.05% from 2025-26
- Reports from Punjab and Haryana indicate farmers are considering shifting 10-12% of traditional Basmati acreage to shorter-duration non-basmati varieties
- India maintains a dominant 6.5 million MT global export share, ensuring structural pricing control
- Andhra Pradesh targets record 23 lakh mt rabi paddy procurement
- India permits 2.3 lakh tonnes of rice export to Maldives for 2026-27
- Unseasonal rain and hail damage standing crops in AP and Telangana
- Heavy rains damaged over 2 lakh hectares of crops, including standing paddy in Maharashtra.
- Countries in Africa have rushed to renew depleted inventories after India's policy shift, boosting export orders.

## Weaknesses

- Prices dropped over 6% in a month due to export disruptions as War in the Middle East holds up 200,000 tonnes of basmati rice.
- As per 2nd Adv Est, Rice production for 2025-26, expected at 1239.28 Lakh tonnes up by around 1% from last year.
- 15.19% increase in Rabi paddy acreage yoy, signaling a massive supply glut.
- India's rice exports, continue to be hit by the West Asia war with shipment value falling by 6% in April.
- Unsold stocks from the previous Kharif season are still being offered at discounts to clear space for the new crop.
- IGC raised the global rice production forecast to 548 million tonnes for 2026/27, citing "modest acreage gains"
- The conflict in West Asia has pushed shipping insurance and freight costs up by 25-30%, making Indian rice less attractive.

## Opportunities

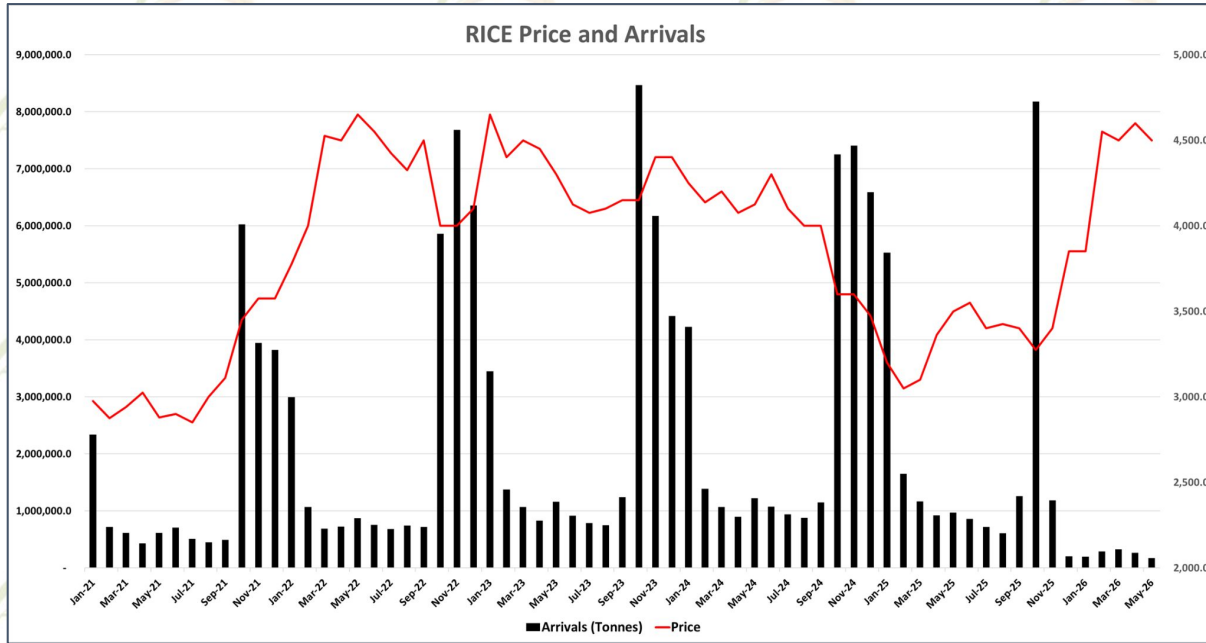
- Below-normal monsoon (92% LPA) could trigger a bullish price reversal by late Q3 if planting targets are missed.
- Middle East countries increasing imports for food security reserves could provide 5-6% volume growth in non-war-affected markets.
- USD/INR depreciation beyond 96.75 would enhance export realizations
- For 2026/27, World rice production is forecast down 5.0 million tons to 537.8 million tons, the first decrease since 2015/16 - USDA
- For 2026/27, Global consumption is projected 3.8 million tons higher to a record 541.4 million, on higher use by several countries – USDA
- For 2026/27, Global ending stocks are projected at 192.7 million tons, down 3.6 million, largely on reduced stocks for India – USDA
- Geopolitical tensions near the Strait of Hormuz have increased "risk premiums" on grain shipments, can drive up prices.
- Private millers are stocking up heavily, anticipating even higher export demand by May.

## Threats

- Bumper government stocks of 60.4 million tonnes might lead to market-dumping if storage capacity reaches critical limits.
- Global rice production in 2025-26 is forecast at 561.6 million tonnes, up 2% and an all-time high – FAO
- FAO forecasts global rice stocks to hit peak of 217.7 million tonnes
- Due to Strait of Hormuz disruptions, slower vessel turnaround times have led exporters to reduce their paddy purchase bids.
- Vietnam recently slashed its 5% broken rice prices to \$355-\$360/MT to stay competitive, forcing Indian exporters to follow suit.
- Major buyers like Indonesia and the Philippines have imposed new "quality-based" restrictions, slowing down the pace of Indian shipments.

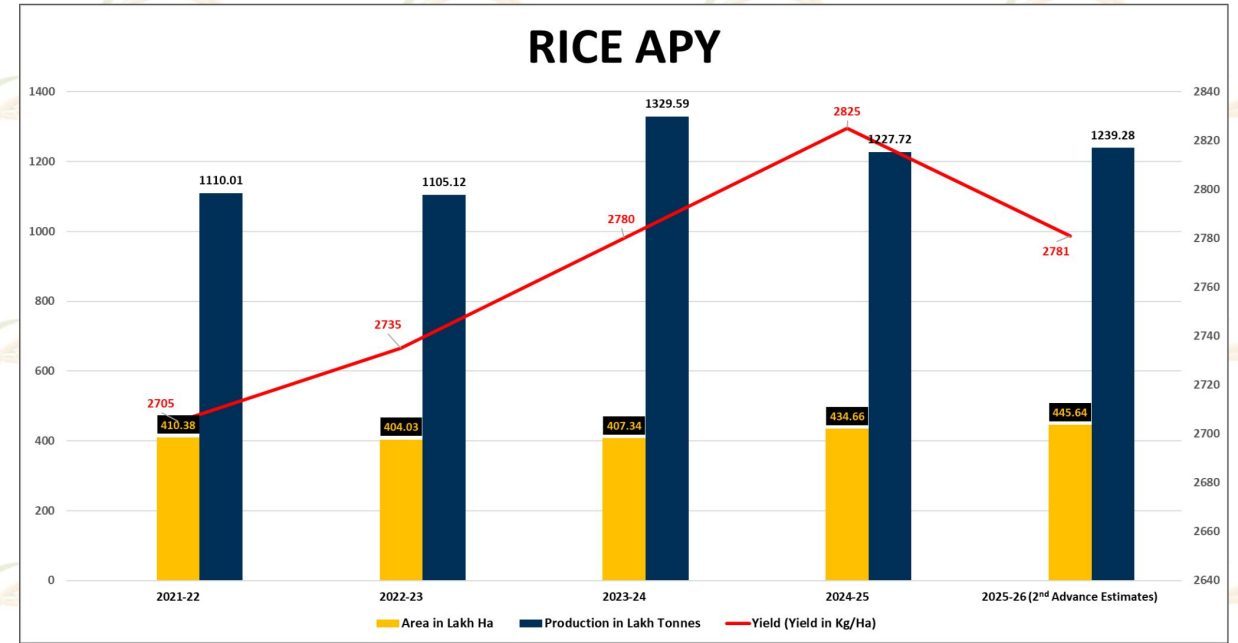


## Arrivals



Source: UPAJ

## APY





## Global Food Price Trends – April 2026 Highlights



**FFPI: 130.7 Points**

▲ +1.6% MoM / ▲ +2.0% YoY

▼ 18.4% Below Mar 2022 Peak



**FAO Cereal Price Index: 111.3 Points**

▲ +0.8% MoM / ▲ +0.4% YoY

Prices Up for Wheat, Maize & Rice;  
Down for Sorghum & Barley



**Wheat**

▲ 0.8%

U.S. Drought,  
Lower 2026 Plantings,  
High Fertilizer Prices



**Maize**

▲ 0.7%

Tighter Supplies,  
Brazil Weather,  
U.S. Dry Conditions,  
Strong Ethanol Demand



**Rice**

▲ 1.9%

Higher Indica &  
Fragrant Prices,  
Rising Production &  
Marketing Costs



**Sorghum**

▼ 4.0%

Weaker Import  
Demand (China),  
Improved Supply  
Outlook



**Barley**

▼ 0.6%

Softer Demand,  
Improved Supply  
Prospects



**Vegetable Oils** ▲  
Prices Increased



**Meat** ▲  
Prices Increased



**Sugar** ▼  
Prices Declined



**Dairy** ▼  
Prices Declined



In April 2026, the FFPI rose to **130.7 points**, up **1.6%** from March and **2.0%** from a year ago. This marks the third consecutive monthly increase, though at a slower pace. It remains **18.4%** below its March 2022 peak.

- FFPI rose 1.6% in April 2026, marking third consecutive monthly increase in global food prices.
- FAO Cereal Price Index gained 0.8%, supported by higher wheat, maize and rice prices globally.
- Rice prices surged 1.9% amid rising crude oil costs and higher export market expenses worldwide.
- Wheat prices climbed due to U.S. drought concerns and lower Australian rainfall expectations affecting production outlook.
- Maize prices strengthened on tighter supplies, Brazil weather worries and firm ethanol demand from energy markets.
- Sorghum prices declined 4% as Chinese import demand weakened and global supply prospects improved significantly.



## Rice Market Outlook – Highlights for 2026/27



### U.S. Rice Outlook (2026/27)



### U.S. Price Outlook

Seasonaverage Farm Price (SAFP) projected at **\$13.50** per cwt, up from \$12.10 in 2025/26 on higher long-grain SAFP.



### Production

175.2 million cwt  
▼ 15% from 2025/26

Lower harvested area



### Total Supplies

275.3 million cwt  
▼ 10% from 2025/26

Lower production



### Domestic & Residual Use

154.0 million cwt  
Reduced supplies



### Total Exports

79.0 million cwt  
▼ 2.0 million cwt from 2025/26

Strong global competition & higher U.S. prices



### Ending Stocks

42.3 million cwt  
▼ 18% from 2025/26

Lower supplies, lower carryout

## Global Rice Outlook (2026/27)



### Global Production

537.8 million tons  
▼ 5.0 million tons

First decrease since 2015/16; largest declines for India, Burma, and the U.S.



### Global Consumption

541.4 million tons  
▲ 3.8 million tons (record high)

India up 4.0 million tons to record 128.0 million on population growth and PDS distributions. China down 2.1 million tons to 145.1 million.



### Global Trade

63.0 million tons  
▲ 2.7 million tons (record high)

India leads exports at 25.0 million tons. Ample supplies and competitive prices limit export growth by other major Asia exporters.



### Global Supplies

Larger Supplies  
▲ vs. 2025/26

Supported by carryin stocks despite lower production.



### Global Ending Stocks

192.7 million tons  
▼ 3.6 million tons

Lower stocks, largely due to reduced stocks for India.



Global outlook for 2026/27: larger supplies, greater trade, increased consumption, and lower ending stocks compared to 2025/26.

- U.S. rice production projected down 15% on lower harvested acreage in 2026/27.
- Total U.S. rice supplies forecast lower at 275.3 million cwt this season.
- U.S. rice exports projected lower amid stronger global competition and higher prices.
- Global rice production forecast declines first time since the 2015/16 marketing season.
- Global rice consumption projected record high at 541.4 million tons during 2026/27.
- India expected to remain top rice exporter with competitive global export pricing.
- Global rice ending stocks projected lower mainly due to reduced Indian inventories.



# Balance Sheet - Rice, Milled

World (1000 MT)					
Attribute	2023/2024	2024/2025	2025/2026	2026/2027	% Chg
Beginning Stocks	180,622	179,683	191,051	196,306	2.75
Production	523,809	542,024	542,819	537,819	(0.92)
Imports	53,803	57,975	57,188	59,768	4.51
<b>Total Supply</b>	<b>758,234</b>	<b>779,682</b>	<b>791,058</b>	<b>793,893</b>	<b>0.36</b>
Exports	56,831	61,516	60,284	63,008	4.52
Domestic Consumption	521,720	527,115	534,468	538,148	0.69
Ending Stocks	179,683	191,051	196,306	192,737	(1.82)
<b>Total Demand</b>	<b>758,234</b>	<b>779,682</b>	<b>791,058</b>	<b>793,893</b>	<b>0.36</b>
<b>Stock to Use Ratio</b>	<b>23.70</b>	<b>24.50</b>	<b>24.82</b>	<b>24.28</b>	<b>(2.17)</b>

India (1000 MT)					
Attribute	2023/2024	2024/2025	2025/2026	2026/2027	% Chg
Beginning Stocks	35,000	42,000	48,000	53,000	10.42
Production	137,825	150,184	152,000	150,000	(1.32)
Imports	-	-	-	-	-
<b>Total Supply</b>	<b>172,825</b>	<b>192,184</b>	<b>200,000</b>	<b>203,000</b>	<b>1.50</b>
Exports	14,422	22,827	23,000	25,000	8.70
Domestic Consumption	116,403	121,357	124,000	128,000	3.23
Ending Stocks	42,000	48,000	53,000	50,000	(5.66)
<b>Total Demand</b>	<b>172,825</b>	<b>192,184</b>	<b>200,000</b>	<b>203,000</b>	<b>1.50</b>
<b>Stock to Use Ratio</b>	<b>24.30</b>	<b>24.98</b>	<b>26.50</b>	<b>24.63</b>	<b>(7.05)</b>

Source: USDA



## PADDY 1121 PRICE MOVEMENT SINCE 2020

Crop Calendar	Harvest												Kharif Rabi Growth
	Sowing	Sowing				Harvest				Sowing			
Year	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	
2020	3175.0 0.79	2925.0 -7.87	2975.0 1.71	2895.7 -2.67	2965.0 2.39	3084.4 4.03	2820.0 -8.57	2850.0 1.06	2700.0 -5.26	2625.0 -2.78	2710.0 3.24	2950.0 8.86	-200.00 -6.35
2021	2975.0 0.85	2875.0 -3.36	2941.0 2.30	3025.0 2.86	2880.0 -4.79	2900.0 0.69	2850.0 -1.72	3000.0 5.26	3110.0 3.67	3450.0 10.93	3575.0 3.62	3575.0 0.00	625.00 21.19
2022	3775.0 5.59	4000.0 5.96	4525.0 13.13	4500.0 -0.55	4650.0 3.33	4550.0 -2.15	4425.0 -2.75	4325.0 -2.26	4500.0 4.05	4000.0 -11.11	4000.4 0.01	4100.0 2.49	525.00 14.69
2023	4650.0 13.41	4400.0 -5.38	4500.0 2.27	4450.0 -1.11	4300.0 -3.37	4125.0 -4.07	4075.0 -1.21	4100.0 0.61	4150.0 1.22	4150.0 0.00	4400.0 6.02	4400.0 0.00	300.00 7.32
2024	4250.0 -3.41	4137.5 -2.65	4200.0 1.51	4075.0 -2.98	4125.0 1.23	4300.0 4.24	4100.0 -4.65	4000.0 -2.44	4000.0 0.00	3600.0 -10.00	3600.0 0.00	3475.0 -3.47	-925.00 -21.02
2025	3200.0 -7.91	3050.0 -4.69	3100.0 1.64	3362.5 8.47	3500.0 4.09	3550.0 1.43	3400.0 -4.23	3425.0 0.74	3400.0 -0.73	3275.0 -3.68	3400.0 3.82	3850.0 13.24	375.00 10.79
2026	3850.0 0.00	4550.0 18.18	4500.0 -1.10	4600.0 2.22	4500.0 -2.17								650.00 16.88
Average	1.55	-3.00	3.76	0.67	0.48	0.70	-3.86	0.50	0.49	-2.77	2.79	3.52	Average

# TECHNICALS











# OUTLOOK





Paddy (Basmati) - Pusa 1121 Spot - 1W - NCDEX O4,550.00 H4,550.00 L4,500.00 C4,500.00 -50.00 (-1.10%)

## PADDY 1121

Weekly





**Price Performance:** Paddy prices declined over 6% during the month amid export disruptions caused by the Middle East conflict, which delayed nearly 200,000 tonnes of basmati rice shipments. India's rice export value also fell 6% in April due to rising freight and insurance costs of 25–30%. However, tightening global supply expectations and renewed African demand provided partial support.

**Domestic Supply & Stocks:** India's rice production for 2025-26 is estimated at 1239.28 lakh tonnes, around 1% higher YoY, reflecting favorable acreage and productivity. Rabi paddy acreage also increased 15.19% YoY, signaling abundant domestic supplies. Additionally, government stocks remain elevated at 60.4 million tonnes, raising risks of market dumping if storage capacities become critically stretched during the upcoming procurement cycle.

**Global Demand & Trade Dynamics:** Global rice fundamentals remain mixed as USDA projects 2026-27 world rice production lower by 5 million tonnes to 537.8 million tonnes, the first decline since 2015-16. Global consumption is projected at a record 541.4 million tonnes, while ending stocks may decline 3.6 million tonnes. However, Vietnam's aggressive pricing and new import restrictions from Indonesia and Philippines continue pressuring Indian exports.

**Weather & Export Risks:** Below-normal monsoon expectations at 92% of LPA could trigger supply concerns if kharif sowing targets are missed later in the season. Heavy rains already damaged over 2 lakh hectares of crops in Maharashtra, while unseasonal rains affected Andhra Pradesh and Telangana. Simultaneously, geopolitical tensions around the Strait of Hormuz increased freight costs and disrupted vessel turnaround times, weakening export competitiveness.

**Technical Outlook:** Technically, a bearish harmonic pattern has formed on the weekly chart, indicating continuation of corrective weakness. RSI and MACD structures remain negative, while elevated volatility signals sustained downside pressure. Prices are expected to remain under pressure below the resistance zone of 4850–5000. Immediate downside targets are seen near 4300–4200, while extended weakness could drag prices towards 4100 and 3960 levels.

## Price Outlook

Price	Trend	1-2 Months	3 Months
4500.00	Sell on Rise	As a <b>Bearish Harmonic Pattern</b> has formed on the weekly chart, the near-term outlook remains weak. RSI and MACD indicators continue showing negative momentum. <b>Prices are likely to test 4300–4200 levels initially, whereas strong resistance is expected above 4850.</b> Fundamentally, higher production at 1239.28 lakh tonnes and elevated government stocks at 60.4 MMT continue weighing on prices.	Continuing the bearish outlook, prices may gradually <b>decline towards 4200 followed by 4100 and 3960 levels over the medium term, while resistance is placed near 5000.</b> Technical indicators including RSI, MACD, and volatility structure continue favoring downside continuation. Additionally, higher global competition, export disruptions, and abundant domestic supply may keep overall market sentiment under pressure despite lower global stock projections.

**KEDIA ADVISORY**

# Stay Ahead in Markets with Kedia Advisory

Get Live Commodity & Equity Market Updates backed by in-depth research, data-driven insights, and expert analysis.

**Register Now @ Just ₹149**



## Why Kedia Advisory

- Real-time market updates
- Key levels & trend direction
- Research-based market views
- Trusted by active traders & investors

**Visit: Kedia Advisory Website**

**[www.kediaadvisory.com](http://www.kediaadvisory.com)**

**CLICK HERE**



**SCAN ME**



**Kedia Stocks and Commodities Research Pvt Ltd**

SEBI REGISTRATION NUMBER : INH000006156

Aadinath Commercial, Opp. Mumbai University, Vasant Valley Road, Khadakpada, Kalyan West

Investment in securities market are subject to market risks, read all the Related documents carefully before investing.

# Connect with Kedia Advisory on WhatsApp

Master the markets with comprehensive research, real-time alerts, and expert insights across Equity and Commodities, all delivered instantly to your WhatsApp for a smarter trading edge.



Join Our Channel



Commodity Channel

Equity Channel

## Why Join Our Channel?

- Instant & Mobile access to Market data
- Actionable Key levels and trend direction
- Priority research reports and expert calls
- Exclusive, tolored insights for channel subscribers

**Kedia Stocks and Commodities Research Pvt Ltd**

SEBI REGISTRATION NUMBER : INH000006156

Aadinath Commercial, Opp. Mumbai University, Vasant Valley Road, Khadakpada, Kalyan West

Investment in securities market are subject to market risks, read all the Related documents carefully before investing.



Scan the QR Code



Scan the QR Code



This Report is prepared and distributed by Kedia Stocks & Commodities Research Pvt Ltd. for information purposes only. The recommendations, if any, made herein are expressions of views and/or opinions and should not be deemed or construed to be neither advice for the purpose of purchase or sale through KSCRPL nor any solicitation or offering of any investment /trading opportunity. These information/opinions/ views are not meant to serve as a professional investment guide for the readers. No action is solicited based upon the information provided herein. Recipients of this Report should rely on information/data arising out of their own investigations. Readers are advised to seek independent professional advice and arrive at an informed trading/investment decision before executing any trades or making any investments. This Report has been prepared on the basis of publicly available information, internally developed data and other sources believed by KSCRPL to be reliable. KSCRPL or its directors, employees, affiliates or representatives do not assume any responsibility for or warrant the accuracy, completeness, adequacy and reliability of such information/opinions/ views. While due care has been taken to ensure that the disclosures and opinions given are fair and reasonable, none of the directors, employees, affiliates or representatives of KSCRPL shall be liable for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including lost profits arising in any way whatsoever from the information/opinions/views contained in this Report. The possession, circulation and/or distribution of this Report may be restricted or regulated in certain jurisdictions by appropriate laws. No action has been or will be taken by KSCRPL in any jurisdiction (other than India), where any action for such purpose (s) is required. Accordingly, this Report shall not be possessed, circulated and/ or distributed in any such country or jurisdiction unless such action is in compliance with all applicable laws and regulations of such country or jurisdiction. KSCRPL requires such a recipient to inform himself about and to observe any restrictions at his own expense, without any liability to KSCRPL. Any dispute arising out of this Report shall be subject to the exclusive jurisdiction of the Courts in India.

## KEDIA STOCKS & COMMODITIES RESEARCH PVT. LTD.

SEBI REGISTRATION NUMBER. INH000006156



+91 96195 51022



[www.kediaadvisory.com](http://www.kediaadvisory.com)



[info@kediaadvisory.com](mailto:info@kediaadvisory.com)



Aadinath Commercial, Opp. Mumbai University, Vasant Valley Road,  
Khadakpada, Kalyan (W), Mumbai-421301

Scan the QR to  
connect with us

