

**Domestic Market Highlights:**

**Total rice exports from India for MY-2014-15 till September-15 was 118 Lakh tonnes which** was up by around 14% from last year's export of 104.3 lakh tonnes for the same period. Non- basmati rice exports in the month of September was 5.0 lakh tonnes and basmati exports in the month was 3.83 lakh tonnes. The total rice export is touched 118 lakh tonnes for MY- 2014-15, which will up by 13% from MY 2013-14 export of 104 lakh tonnes. Basmati exports in the end of marketing year were 41 lakh tonnes which is 18% up from last year exports of 34.59 lakh tonnes. Even after ban from Iran which is one of the largest buyers of Indian Basmati rice. In MY 2014-15, Saudi Arabia, Iraq, Kuwait, USA were the main buyers.

**According to FAO, Pakistan Basmati FOB in the month of September traded weak by 3.66%** from the previous month and currently hovers in the range of USD 855/MT, Similarly, Indian FOB in the month of September moved down from last month and currently is in the range of USD 790-795/MT which is down by around 11% from last month price. According to the FAO, rice prices in India and Pakistan declined due to the on-going harvesting.

**Total rice planting to India's main crop (June-December) stood 37.59 million hectare as of Oct-01, 2015** which is up by 0.72 lakh Ha during same period last year. This is almost final figure of main crop.

**Punjab Govt. has re-imposed 7% tax on basmati rice procurement again to check manipulation** by trades and exporters. The state govt had withdrawer taxes on the hope of higher prices. The applicable tax includes 2% tax towards market fee, 2% towards rural development fund and 3% towards Punjab Infrastructure Development Fund. Now millers/exporters require paying 7 % tax. However, exporters can get a refund if they export total purchased quantity. Actually govt had incurred heavy loss due to this tax withdrawal last year. This year production of basmati in Punjab is expected around 3.2 million tonne. It will give govt. Rs 448 crores.

**The Odisha cabinet approved the state food and procurement policy for kharif marketing season (KMS) 2015-16 that targets to procure 30 lakh tonnes of paddy in kharif and rabi seasons.** An initial target of 30 lakh tonnes of paddy has been fixed for kharif season 2015-16 by the government procuring agencies. As much as 23 lakh tonnes in kharif and 7 lakh tonnes in rabi season would be procured from the farmers in the state. Government agencies would be allowed to procure paddy from the Regulated Market Committee yards (mandis). In KMS 2014-15, state has procured around 34 lakh tonnes of

paddy and due to major destroyed of paddy standing crop this year paddy procurement target is only 30 lakh tonnes

**The procurement of paddy began in Haryana mandis from 24 September 2015, a week ahead** of schedule. The procurement Centre also agreed to the request of the Haryana government for procurement of PB 1509 variety of paddy. Procurement will continue till December 15. Paddy of common variety will be procured at a Minimum Support Price (MSP) of Rs 1,410 a quintal and Grade-A at MSP of Rs 1,450 a quintal.

**Price Outlook:-Average Rice price in all India is likely to trade steady to weak with arrival season is about to starts in coming days.**

#### **International Market Highlight:**

**Lower Rice Output Could Not Affect Thai Rice Export in 2015-16:** Due to dry weather, rice production in Thailand is likely to drop by around 4% from last year production of 18.75 million tonnes, but export from country may be steady with 10 million tonnes. The stockpiled rice accumulated under the previous government is expected to offset the possible decline in production. The military government holds about 13 million tons of rice stocks and it seeks to sell all the stockpiled rice by the end of next year, according to the Commerce Minister. Thailand FOB for white rice high quality is too favorable for major importing countries and currently average FOB is around USD 360-367/MT which is down by 17% from same time last year.

**Vietnam average Rice FOB (International Price) in this year is about USD 420/MT which is down by 2-3%** from last year price of USD 430-435/MT. Even after lower quotes offered by Vietnam, export from January till September 2015 was 4.8 million tonnes which is 9% down by last year nine months export. This year importers switched towards Thailand and India due to better parity and good quality also.

**Vietnam's rice stockpile shrinks as exports increase:** On the back of the lowered expectations for the year, the VFA has dropped its export target to 6.1-6.3 million metric tons, 700,000-500,000 metric tons less than last year. The VFA official warned that despite the decline in rice exports, there is not much stockpiled because the central region had a poor crop. Nearly 1.4 million metric tons on order have not been delivered to

customers, nearly 800,000 metric tons of which belong to Chinese customers. The VFA official expressed concern that many of these contracts are unlikely to be fulfilled.

**Thai white rice long grain high quality is moving in the range of USD 350-360/T which is down by USD 20/MT and USD 100/MT from last month and last year respectively.** Main crop harvesting is just started in some areas and will pick up in coming weeks and thus price is expected to move downwards.

**For MY15/16, Philippines rice production and area harvested are likely to decline from the previous year's level** as a result of the El Nino dry spell. As a result, milled rice imports in TY and MY15/16 were raised to 2 million tons for a modest increase from the MY14/15 level. In early September 2015, the Philippine government (GPH) approved the importation of an additional 750,000 tons of milled rice for arrival in the last quarter of 2015 (250,000 tons) and the first quarter of 2016 (500,000 tons). The GPH very recently awarded the supply contract for 750,000 tons of milled rice to Vietnam and Thailand. Export from India could also increase in the country.

#### **Rice Prices in Various Markets:**

Oct-12-2015	White Rice 5% Broken	White Rice 25% Broken
Gujarat	2303.24	2108.60
Andhra Pradesh	2282.99	2135.50

#### **In Rs./Quintal**

#### **Rice Prices in Various Markets**

Market	Arrivals	Variety	Minimum Price	Maximum Price	Modal Price
	(Tonnes)		(Rs./Quintal)	(Rs./Quintal)	(Rs./Quintal)
<b>Andhra Pradesh</b>					
Addanki	NR	B P T	3950	4000	3980
Divi	0.1	B P T	3100	3200	3100
Kandukur	0.1	B P T	3400	3600	3500
Kondapi	0.1	B P T	3800	3900	3850
Nandyal	0.1	Sona Fine	4200	4300	4250
Ongole	0.1	B P T	3700	3800	3720
Tiruvuru	NR	Fine	3400	3600	3500
Visakhapatnam	0.1	B P T	3500	3800	3700
<b>Assam</b>					

Dhekiajuli	26	Common	2000	2200	2100
		Fine	2300	2500	2400
Dibrugarh	NR	Other	2200	2800	2500
Gauripur	54	Fine	3500	5000	4500
		Other	1800	3000	2600
Karimganj	60	Common	2200	2400	2300
Lanka	45	Medium	1700	1800	1750
North Lakhimpur	8	Common	1800	2000	1900
		Fine	2600	2800	2700
		Super Fine	3000	4000	3500
Silapathar	6.8	Fine	2500	3500	3000
		Medium	2100	2300	2200
<b>Gujarat</b>					
Jambusar	NR	Other	3000	3800	3500
Jambusar(Kaavi)	NR	Other	3000	3800	3500
<b>Jharkhand</b>					
Jamshedpur	NR	Fine	3700	3800	3750
		Medium	2650	2740	2700
Lohardaga	22	Common	2000	2200	2100
		Fine	2700	3000	2900
		Medium	2300	2500	2400
Pakur	0.98	Fine	3060	3259	3145
Saraikela	NR	Medium	2400	2600	2500
		Other	1800	2000	1900
<b>Karnataka</b>					
Bangalore	7511	Medium	4000	4600	4300
Chintamani	19	Broken Rice	1750	1950	1850
		Hansa	2400	2800	2700
		Sona	3500	4900	4450
<b>Kerala</b>					
Aroor	4	Basumathi	7200	7500	7400
		IR-8	2400	2600	2500
		Jaya	2700	2900	2800
		Other	2900	3100	3000
Chengannur	6	IR-8	2400	2700	2500
		Jaya	3200	3500	3300
Cherthala	12	IR-8	2500	2600	2550
		Jaya	3100	3200	3150
		Other	3650	3800	3700
<b>Maharashtra</b>					
Alibagh	3	Other	3500	4000	3750

Mangaon	1	Other	1800	3800	2800
Palghar	15	1009 Kar	1800	3200	2100
<b>Manipur</b>					
Imphal	4.4	Other	NR	3100	3100
Lamlong Bazaar	1.4	Other	NR	3000	3000
Thoubal	1.5	Other	3000	3000	3000
<b>Meghalaya</b>					
Nongpoh (R-Bhoi)	0.7	Other	3000	3500	3200
Shillong	0.7	Other	3400	3600	3500
<b>Orissa</b>					
Bolangir	5.5	Other	2200	2300	2200
Bonai	0.5	Other	2200	2400	2200
Deogarh	9.5	Other	2000	3000	2500
Jeypore	4.4	Common	300	330	325
Jeypore(Kotpad)	4.4	Common	3000	3300	3250
Karanjaia	5	Common	2800	3000	2900
		Other	2500	2700	2600
Nilagiri	10	Other	2200	2400	2300
Rayagada	65	Other	1700	1800	1800
Tusura	5	Other	2200	2300	2200
<b>Uttar Pradesh</b>					
Anandnagar	40	Other	1850	2250	1990
Jaunpur	65	Coarse	1950	2050	1990
Mirzapur	4	Other	1950	2000	1975
Unnao	4	III	2140	2180	2165
<b>Uttrakhand</b>					
Bazpur	314.55	Common	1885	1885	1885
Gadarpur	3095	Other	2050	2665	2388
<b>West Bengal</b>					
Darjeeling	2	Parimal (New)	2600	2800	2700
Garbeta(Medinipur)	30	Other	2270	2320	2300
Islampur	3	Other	2050	2150	2100
Jalpaiguri Sadar	25	Fine	2850	3050	3000
		Other	2050	2080	2060
		Super Fine	3600	3750	3650
Kalimpong	1	Other	2100	2300	2200
Karsiyang(Matigara)	1.8	Other	2100	2300	2200
Medinipur(West)	14	Other	2270	2300	2300
Pandua	48	Ratnachudi (718 5-749)	2350	2550	2450
Purulia	58	Other	2100	2125	2100
Samsi	500	Fine	2780	2820	2800

		H.Y.V.	1990	2020	2000
Sheoraphuly	12	Ratnachudi (718 5-749)	2400	2600	2500
Uluberia	13	Other	2400	2600	2500
		Sona Mansoori Non Basmati	2100	2300	2200

**(Arrivals and Prices in Rs/Qtl)**

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