

Domestic Market Highlights:

Total Rice exported from India in the first week of October (05-11) was 168107.87 tonnes in which basmati rice contribution is 98.15% ,only 1.84% non basmati rice exported in this period with quantity of around 3103 tonnes as per latest data extract from IBIS. Major importers for Indian Basmati rice in this period was Saudi Arabia, Iraq and UAE.

Inflation: Among the food grains, Inflation of Rice in the month of September has increased to 0.04% from the previous month's level of 238.2.

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:

The Philippines rice stocks have declined for fourth consecutive month in September 2015 after increasing in April and May, according to the Bureau of Agricultural Statistics (BAS). Total rice stocks in the Philippines as of September 1, 2015 stood at around 1.96 million tons, down about 12.5% from around 2.24 million tons recorded in August 2015, and up about 31.5% from around 1.49 million tons recorded during the same period last year.

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-15-2015	White Rice 5% Broken	White Rice 25% Broken
Gujarat	2368.85	2109.25
Andhra Pradesh	2348.60	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)
Andhra Pradesh					
Chirala	0.1	B P T	3900	4000	3950
Kandukur	0.1	B P T	3400	3600	3500
Kondapi	0.1	B P T	3700	3800	3750
Markapur	0.1	B P T	3900	4000	3950
Nandyal	0.1	Sona Fine	4200	4300	4250
Tiruvuru	NR	Fine	3400	3600	3500
Assam					
Cachar	60	Common	2400	2900	2700
		Fine	3000	3600	3200
		Other	2000	2500	2300
Dibrugarh	NR	Other	2200	2800	2500
Gauripur	46	Fine	3500	5000	4500
		Other	1800	3000	2500
Hailakandi	4	Common	2400	2900	2700
		Fine	3000	3600	3200
		Other	2000	2500	2300
Howly	80	Broken Rice	1450	1550	1500
		Common	1900	2200	2000
		Fine	2400	2800	2600
		Super Fine	4500	4900	4800
North Lakhimpur	6	Common	1800	2000	1900
		Fine	2600	2800	2700
		Super Fine	3000	4000	3500
Silapathar	6.1	Fine	2500	3500	3000
		Medium	2100	2300	2200
Srirampur	220	Common	2950	3200	2980
Bihar					
Bhagalpur	NR	Other	3600	3800	3700
Motihari	NR	Other	2700	3500	3100
Nawada	NR	Other	2000	2200	2100
Gujarat					
Dahod	52.4	Coarse	3800	4200	4000
Jambusar	9.5	Other	3200	3400	3300
Jambusar(Kaavi)	NR	Other	3200	3400	3300
Jharkhand					
Chakulia	NR	Fine	2150	2350	2260

		Medium	1960	2110	1990
Daltenganj	NR	Other	2230	2400	2320
Deoghar	NR	Fine	3600	4000	3800
		Medium	2100	2500	2300
		Motta (Coarse) Boiled	1900	2100	2000
Godda	NR	Medium	2400	2800	2600
		Other	1800	2200	2000
Gumla	NR	Other	2500	2800	2650
Jamshedpur	NR	Fine	3800	3900	3860
		Medium	2600	2700	2650
Pakur	NR	Fine	3050	3250	3150
Karnataka					
Bangalore	1648	Medium	4000	4400	4200
Shimoga	6	Coarse	2200	21350	2250
		Fine	2600	6000	4300
		Medium	2300	5400	3850
Kerala					
Chengannur	7	IR-8	2400	2500	2500
		Jaya	3000	3500	3200
Mannar	10	IR-8	2400	2600	2500
		Jaya	3200	3400	3300
		Other	6500	6700	6600
Maharashtra					
Lakhandur	6	Other	1525	1525	1525
Mangaon	1	Other	1800	3500	2500
Manipur					
Bishenpur	1	Other	2900	2900	2900
Imphal	4.3	Other	NR	3100	3100
Lamlong Bazaar	1.4	Other	NR	3000	3000
Moreh	1.2	Other	3300	3300	3300
Thoubal	1.4	Other	3000	3000	3000
Orissa					
Bolangir	5.5	Other	2400	2500	2400
Bonai	0.5	Other	2200	2400	2200
Chandabali	85	Common	1200	1400	1400
Jeypore	4.4	Other	4000	4200	4100
Jeypore(Kotpad)	4.9	Common	3000	3300	3250
Karanjia	4.8	Common	2800	3000	2900
		Other	2500	2700	2600
Nilagiri	12	Other	2300	2500	2400

Tusura	5	Other	2400	2500	2400
Uttar Pradesh					
Achalda	30	III	NR	NR	2275
Bahraich	115	III	2065	2095	2080
Basti	77.5	III	1975	2150	2050
Bijnaur	20	III	NR	NR	2210
Chhibramau(Kannuj)	14	III	NR	NR	2190
Dadri	60	III	1920	2150	2070
Etawah	120	III	NR	NR	2275
Gazipur	31	III	2000	2020	2010
Gonda	85	III	2130	2200	2170
Hapur	70	III	NR	NR	2075
Jahanabad	12.5	Coarse	NR	NR	2300
Kasganj	9	Coarse	2020	2060	2040
Khatauli	3	Other	1950	2070	2000
Mirzapur	5	Other	1950	2000	1975
Muzzafarnagar	35	Common	NR	NR	2070
Naugarh	15	III	1950	2000	1975
Partaval	50	III	1950	2000	1975
Pilibhit	700	Coarse	2170	2200	2185
Pukhrayan	18	III	NR	NR	2180
Raibareilly	8.5	Other	2000	2100	2050
Rampur	24	Other	NR	NR	2215
Saharanpur	115	III	NR	NR	2130
Shahjahanpur	2043	Other	2000	2060	2030
Shikohabad	12	Other	NR	NR	1980
Siyana	2.5	III	1950	2150	2060
Sultanpur	3000	Other	2100	2150	2125
Varanasi(Grain)	250	Other	1970	2030	2000
Uttrakhand					
Gadarpur	885	Other	1419	2030	1725
West Bengal					
Darjeeling	2	Parimal (New)	2600	2800	2700
Garbeta(Medinipur)	34	Other	2230	2270	2250
Islampur	3.4	Other	2050	2150	2100
Kaliaganj	12	Other	2720	2800	2750
Kalimpong	1.4	Other	2200	2400	2300
Raiganj	14	Other	2870	2940	2900
Ramkrishanpur(Howrah)	21	Other	2400	2600	2500
		Sona Mansoori Non Basmati	2000	2200	2100

Sealdah Koley Market	62.7	Fine	2100	2200	2200
Sheoraphuly	10	Ratnachudi (718 5-749)	2400	2600	2500

(Arrivals and Prices in Rs/Qtl)

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