

**Domestic Market Highlights:**

**As per Agriwatch second preliminary estimates after final Kharif sowing ,Indian rice production** (including rabi) is expected to down by 4-5% from last year production of 104.5 million tonnes to 99-100 million tonnes in KMS 2015-16 due to lower area and lower rainfall in major growing states. Average rice price is likely to trade steady even with harvesting season starts, due to lower production estimates and lower carryover stock.

**Total basmati rice export in the second week of Oct (12-18), 15** was 64784.50 tonnes. Mundra, Kandla & Loni ICD was the major port for basmati rice export center during this period. Total non basmati Rice export in the second week of Oct (12-18), 15 was 82028.33 tonnes. Mundra, Vizag and Kolkata Sea was the major port for basmati rice export center during this period.

**Wholesale Prices for India as an average for third week of October traded weak by 0.39%** and are currently hovering at Rs.2630-2640/quintal. We expect non-basmati rice market to move range bound to slightly weak due to fresh arrival in major mandis.

**Pusa basmati paddy has started hitting the Fazilka mandi in Punjab, purchasing is yet to commence.** Millers are hesitant to buy paddy at current price as they had incurred heavy losses last year due to lower price in global market. Millers are not going to offer Rs 1700 to Rs 1800 per qtl this year. Higher price than this would make their business unviable. They say basmati price is ruling Rs3700 to Rs 3800 per qtl and at this price they are unable to offer more than Rs 1800 per qtl. They fear that large quantity of last year is still unsold. It would continue to restrict aromatic rice price in the weeks ahead. On the other hand farmers says that price should be around Rs 2500 per qtl so that they can meet their input cost and continue to grow basmati.

**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.

**Price Outlook:-Average Rice price in all India is likely to reel under pressure with beginning of new arrival.**

### **International Market Highlight:**

**According to data from the Vietnam Food Association (VFA), Vietnam exported about 4.48 million tons of rice in January 1 - October 20, 2015, down about 17% from about 5.37 million tons of rice exported in first ten months of 2014. Global rice prices especially of Vietnam are continuing to increase amid fears of lower supplies and increased demand from Indonesia and the Philippines. This could be opportunity for Indian rice export as international rice price is ruling below from all major suppliers and Indian rice export could increase in MY 2015-16.**

**Indonesia has finally agreed to import rice from Thailand and Vietnam to secure domestic stocks and maintain stable prices after previously insisting that stocks were low but enough to satisfy his commitment to self-sufficiency in the vital commodity. Indonesia needs rice supplies from overseas to maintain sufficient stocks in anticipation of failed harvests due to prolonged drought caused by the El Niño weather phenomenon. As per State Logistics Agency current stocks had almost run out, with only 1.4 million tons remaining. Vietnam had agreed to provide 1 million tons of rice for Indonesia. Thailand has not yet come to an agreement. As Agriwatch expect, it is likely to increase the rice price of Vietnam after this deal as demand of Vietnam rice is more in overseas market.**

**Vietnam 5% broken rice is now showing at about \$375 per ton, up about \$15 per ton from a week ago, up about \$15 per ton from a month ago and down about \$65 per ton from a year ago.**

**USDA forecasts 2015 global rice trade at around 42.4 million tons, down 2% from an estimated 43.2 million tons in 2014 and unchanged from last month's forecast. USDA expects a 2 million ton or 18% decline y/y in 2015 Thai rice exports and weaker shipments from Egypt, but says an increase from other countries such as India, Pakistan and the U.S. may not fully compensate for fall in Thai exports.**

**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.**

**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.

#### Rice Prices in Various Markets:

| Oct-23-2015    | White Rice 5% Broken | White Rice 25% Broken |
|----------------|----------------------|-----------------------|
| Gujarat        | 2338.20              | 2208.30               |
| Andhra Pradesh | 2317.95              | 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> |          |           |               |               |               |
| Divi                  | 0.1      | B P T     | 3400          | 3500          | 3400          |
| 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          |
| <b>Assam</b>          |          |           |               |               |               |
| Bohorihat             | 7        | Coarse    | 2200          | 2300          | 2250          |
|                       |          | Fine      | 3000          | 3300          | 3150          |
| Dhekiajuli            | 17       | Common    | 1900          | 2100          | 2000          |
|                       |          | Fine      | 2400          | 2760          | 2600          |
| Gauripur              | 53       | Fine      | 3500          | 5000          | 4500          |
|                       |          | Other     | 1800          | 3000          | 2600          |
| Goalpara              | 59       | Fine      | 3000          | 3800          | 3200          |

|                           |       |                             |      |       |      |
|---------------------------|-------|-----------------------------|------|-------|------|
| Karimganj                 | 20    | Common                      | 2200 | 2400  | 2300 |
| North Lakhimpur           | 9.9   | Common                      | 1800 | 2000  | 1900 |
|                           |       | Fine                        | 2600 | 2800  | 2700 |
|                           |       | Super Fine                  | 3000 | 4000  | 3500 |
| P.O. Uparhali<br>Guwahati | 70    | Common                      | 1800 | 2400  | 2100 |
|                           |       | Fine                        | 2100 | 3500  | 2800 |
|                           |       | Super Fine                  | 3400 | 14000 | 8700 |
| Silapathar                | 6     | Fine                        | 2500 | 3500  | 3000 |
|                           |       | Medium                      | 2100 | 2300  | 2200 |
| Srirampur                 | 210   | Common                      | 2950 | 3200  | 2980 |
| <b>Bihar</b>              |       |                             |      |       |      |
| Nawada                    | NR    | Other                       | 2000 | 2200  | 2100 |
| <b>Gujarat</b>            |       |                             |      |       |      |
| Dahod                     | 25.7  | Coarse                      | 3800 | 4200  | 4000 |
| Jambusar                  | NR    | Other                       | 2800 | 3800  | 3400 |
| Jambusar(Kaavi)           | NR    | Other                       | 2900 | 3800  | 3300 |
| Savli                     | NR    | Other                       | 3100 | 3225  | 3200 |
| <b>Jharkhand</b>          |       |                             |      |       |      |
| Chakulia                  | NR    | Fine                        | 2160 | 2350  | 2240 |
|                           |       | Medium                      | 1850 | 1990  | 1920 |
| Daltenganj                | NR    | Other                       | 2250 | 2400  | 2360 |
| Deoghar                   | NR    | Fine                        | 3600 | 4000  | 3800 |
|                           |       | Medium                      | 2100 | 2500  | 2300 |
|                           |       | Motta<br>(Coarse)<br>Boiled | 1900 | 2300  | 2100 |
| Giridih                   | 18.24 | Fine                        | 3300 | 3500  | 3500 |
|                           |       | Medium                      | 2300 | 2500  | 2500 |
|                           |       | Motta<br>(Coarse)<br>Boiled | 2100 | 2200  | 2200 |
| Khunti                    | NR    | Coarse                      | 1750 | 1850  | 1800 |
|                           |       | Fine                        | 2500 | 2900  | 2700 |
|                           |       | Medium                      | 2350 | 2450  | 2400 |
|                           |       | Other                       | 1800 | 2200  | 2000 |
| Saraikela                 | NR    | Medium                      | 2450 | 2600  | 2580 |
|                           |       | Other                       | 1880 | 2000  | 1990 |
| <b>Karnataka</b>          |       |                             |      |       |      |
| Bangalore                 | 3124  | Medium                      | 4000 | 4400  | 4200 |
| Chikkamagalore            | 8     | Other                       | 2100 | 2100  | 2100 |
| T. Narasipura             | 2     | Broken Rice                 | 1500 | 1500  | 1500 |
| <b>Kerala</b>             |       |                             |      |       |      |

|                      |     |           |      |      |      |
|----------------------|-----|-----------|------|------|------|
| Aroor                | 0.4 | Basumathi | 6600 | 6800 | 6700 |
|                      |     | IR-8      | 2450 | 2650 | 2550 |
|                      |     | Jaya      | 2500 | 2700 | 2600 |
|                      |     | Other     | 2900 | 3100 | 3000 |
| Chengannur           | 12  | IR-8      | 2400 | 3000 | 2500 |
|                      |     | Jaya      | 3200 | 3600 | 3500 |
| Ernakulam            | 2   | Jaya      | 3500 | 3550 | 3550 |
| Mannar               | 10  | IR-8      | 3500 | 3700 | 3600 |
|                      |     | Jaya      | 4500 | 4700 | 4600 |
|                      |     | Other     | 6000 | 6200 | 6100 |
| <b>Manipur</b>       |     |           |      |      |      |
| Imphal               | 4.4 | Other     | NR   | 3100 | 3100 |
| Lamlong Bazaar       | 1.3 | Other     | NR   | 3000 | 3000 |
| Thoubal              | 1.6 | Other     | 2700 | 2700 | 2700 |
| <b>Meghalaya</b>     |     |           |      |      |      |
| Shillong             | 0.8 | Other     | 3400 | 3600 | 3500 |
| <b>Orissa</b>        |     |           |      |      |      |
| Bampada              | 10  | Other     | 2300 | 3000 | 2400 |
| Bonai                | 0.4 | Other     | 2200 | 2400 | 2200 |
| Deogarh              | 9.5 | Other     | 2000 | 3000 | 2500 |
| Karanjia             | 6   | Common    | 2800 | 3000 | 2900 |
|                      |     | Other     | 2500 | 2800 | 2600 |
| Nimapara             | 6   | Other     | 2000 | 2400 | 2200 |
| <b>Uttar Pradesh</b> |     |           |      |      |      |
| Ajuha                | 14  | Other     | NR   | NR   | 2090 |
| Anandnagar           | 30  | Other     | 1900 | 2300 | 2020 |
| Ballia               | 170 | III       | 1950 | 2100 | 1980 |
| Bindki               | 35  | Other     | NR   | NR   | 2260 |
| Buland Shahr         | 4   | III       | NR   | NR   | 2025 |
| Chandoli             | 7   | Other     | 1850 | 1930 | 1880 |
| Chitwadagaon         | 160 | III       | 1950 | 2100 | 1975 |
| Devariya             | 120 | III       | 2015 | 2035 | 2025 |
| Fatehpur             | 4.5 | III       | NR   | NR   | 2235 |
| Firozabad            | 17  | III       | NR   | NR   | 2010 |
| Ghaziabad            | 100 | III       | NR   | NR   | 2040 |
| Hardoi               | 237 | III       | 2170 | 2190 | 2180 |
| Jhansi               | 10  | Other     | 1900 | 2000 | 1950 |
| Khaga                | 6   | Coarse    | NR   | NR   | 2225 |
| Khairagarh           | 13  | III       | 2000 | 2040 | 2020 |
| Kiratpur             | 26  | Common    | NR   | NR   | 2210 |
| Lakhimpur            | 10  | Other     | 2100 | 2300 | 2200 |

|                     |      |                                 |      |      |      |
|---------------------|------|---------------------------------|------|------|------|
| Meerut              | 24   | III                             | NR   | NR   | 2050 |
| Mirzapur            | 4.5  | Other                           | 1950 | 2020 | 1970 |
| Muradabad           | 8    | III                             | NR   | NR   | 2270 |
| Orai                | NR   | Other                           | NR   | NR   | 2000 |
| Partaval            | 20   | III                             | 1950 | 2000 | 1975 |
| Pilibhit            | 950  | Coarse                          | 2180 | 2210 | 2195 |
| Raibareilly         | 10.5 | Other                           | 1980 | 2100 | 2000 |
| Sardhana            | 0.8  | III                             | NR   | NR   | 2070 |
| Shahjahanpur        | 2285 | Other                           | 2010 | 2080 | 2060 |
| Varanasi(Grain)     | 275  | Other                           | 1900 | 2150 | 2015 |
| Wansi               | 10   | III                             | 1970 | 2020 | 2000 |
| Yusufpur            | 10   | III                             | 1970 | 2040 | 2010 |
| <b>Uttrakhand</b>   |      |                                 |      |      |      |
| Gadarpur            | 3653 | Other                           | 1550 | 2120 | 1835 |
| <b>West Bengal</b>  |      |                                 |      |      |      |
| Balurghat           | 22   | Other                           | 1960 | 2050 | 2000 |
| Beldanga            | 46   | Other                           | 2300 | 2350 | 2325 |
| Bishnupur(Bankura)  | 105  | Masuri                          | 1950 | 2050 | 2000 |
|                     |      | Other                           | 2200 | 2300 | 2250 |
| Bolpur              | 198  | Fine                            | 2100 | 2200 | 2150 |
|                     |      | Other                           | 1800 | 1900 | 1850 |
| Champadanga         | 14   | Ratnachudi<br>(718 5-749)       | 2350 | 2500 | 2450 |
| Garbeta(Medinipur)  | 26   | Other                           | 2180 | 2230 | 2200 |
| Haldibari           | 20   | Fine                            | 2500 | 2600 | 2550 |
| Islampur            | 3.2  | Other                           | 2000 | 2100 | 2050 |
| Jhargram            | 27   | Fine                            | 2730 | 2770 | 2750 |
|                     |      | Other                           | 2230 | 2280 | 2250 |
|                     |      | Super Fine                      | 2980 | 3030 | 3000 |
| Kalimpong           | 1.3  | Other                           | 2200 | 2400 | 2300 |
| Kalipur             | 72   | Other                           | 1850 | 1950 | 1900 |
|                     |      | Sona<br>Mansoori Non<br>Basmati | 1700 | 1800 | 1750 |
| Kalna               | 90   | Coarse<br>(I.R.20)              | 1720 | 1740 | 1730 |
|                     |      | Fine                            | 1810 | 1830 | 1820 |
| Kalyani             | 4    | Fine                            | 3100 | 3500 | 3400 |
|                     |      | Other                           | 2700 | 3100 | 3000 |
|                     |      | Sona                            | 2200 | 2500 | 2400 |
| Karsiyang(Matigara) | 2    | Other                           | 2100 | 2300 | 2200 |
| Kasimbazar          | 46.5 | Other                           | 2300 | 2350 | 2325 |
| Khatra              | 37   | Other                           | 2200 | 2300 | 2250 |

|                 |     |                           |      |      |      |
|-----------------|-----|---------------------------|------|------|------|
| Medinipur(West) | 13  | Other                     | 2240 | 2250 | 2250 |
| Pandua          | 52  | Ratnachudi<br>(718 5-749) | 2400 | 2500 | 2500 |
| Purulia         | 60  | Other                     | 2080 | 2080 | 2080 |
| Samsi           | 500 | Fine                      | 2790 | 2820 | 2800 |
|                 |     | H.Y.V.                    | 1990 | 2020 | 2000 |
| Sheoraphuly     | 12  | Ratnachudi<br>(718 5-749) | 2450 | 2650 | 2550 |

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

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