Domestic Market Highlights:

The Agricultural Products Export Development Authority (APEDA) is planning to promote basmati rice exports in retail packs with Indian brands in key markets in order to boost the country's basmati rice exports. This will increase the Basmati price in some extent. It is anticipated that the prices would bounce back by late December primarily due to an increase in demand from the Middle East and Iran which is expected to resume imports of the aromatic rice after January-February as Agriwatch expected.

Wholesale Prices for India as an average for fourth week of October traded weak by 2.63% and are currently hovering at Rs.2650-2660/quintal. We expect non-basmati rice market to move range bound to slightly weak due to fresh arrival in major mandis.

Aromatic rice monthly average prices in the fourth week of October were steady from last week and currently move with Rs.4000/quintal (1121 Sela) and rs.5300/quintal (Steam). We expect price of 1121 varieties move in the range bound in coming week.

Total Rice exported from India in third week of October (19-25) was 88483.77 tonnes out of which basmati rice contributes 37.61%, and 62.38% non-basmati rice exported in this period with quantity of around 55198.19 tonnes as per latest data extract from IBIS. Major importers for Indian Basmati rice in this period was UAE, Iran, Saudi Arabia and Yemen. We xpect Middle East countries to remain the major basmati buyers for Indian Basmati from Mundra and Kandla Port in coming weeks. Rice exports in this week were down by 40% from last week export of 146812.83 tonnes. We expect that rice export will down in coming week as arrival starts and trend sayes that export is slower at the peak arrival time.

During the current kharif season, more than 36.50 lakh tonnes of paddy has already arrived in the mandis of Haryana till last week. During the corresponding period last year, 22.98 lakh tonnes of paddy had come to markets in the state which is around 59% higher at this time.

Kurukshetra had received the maximum paddy at more than 8.78 lakh tonnes. Of the total arrivals, more than 8.15 lakh tonnes of paddy arrived in Karnal, 4.56 lakh tonnes in Kaithal, 5.26 lakh tonnes in Ambala, 3.09 lakh tonnes in Yamunanagar, 2.32 lakh tonnes in Fatehabad, 1.14 lakh tonnes in Sonipat, 98,262 tonnes in Panchkula, 82,759 tonnes in Sirsa, 76,278 tonnes in Jind, 10,258 tonnes in Hisar, 3,512 tonnes in Faridabad, 38,846 tonnes in Palwal, 2,253 tonnes in Rohtak, 3,103 tonnes in Gurgaon, 1,320 tonnes in Mewat and 884 tonnes in Jhajjar.

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.

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

International Market Highlight:

The IGC forecasts 2015-16 global rice trade at around 42 million tons, unchanged from the previous year's 42 million tons as well as its previous estimate of around 42 million tons. Thailand is projected to be the world's leading exporter in 2016.

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:

Nov-01-2015	White Rice 5% Broken	White Rice 25% Broken
Gujarat	2361.24	2230.06
Andhra Pradesh	2340.99	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)
Andhra Pradesh					
Addanki	NR	B P T	4050	4100	4080
Chirala	0.1	B P T	3900	4000	3950
Divi	0.1	B P T	3500	3600	3500
Kondapi	0.1	B P T	3700	3800	3750

Nandyal	0.1	Sona Fine	4200	4300	4250
Ongole	0.1	B P T	3700	3800	3750
Visakhapatnam	0.1	B P T	3600	3800	3700
Assam					
Dhekiajuli	34	Common	1760	2000	1900
		Fine	2340	2650	2500
Dibrugarh	NR	Other	2200	2900	2550
Gauripur	57	Fine	3500	5000	4500
		Other	1800	3000	2600
Goalpara	57.5	Fine	3000	3800	3200
Karimganj	20	Common	2200	2400	2300
Lanka	60	Medium	1700	1750	1725
Nalbari	NR	Common	1900	2100	2000
		Fine	2700	3100	2900
		Super Fine	3400	3800	3600
North Lakhimpur	8.9	Common	1800	2000	1900
		Fine	2600	2800	2700
		Super Fine	3000	4000	3500
Silapathar	3.6	Fine	2500	3500	3000
		Medium	2100	2300	2200
Srirampur	210	Common	2950	3200	2980
Bihar					
Kishanganj	NR	Other	2600	3000	2800
Gujarat					
Dahod	34.4	Coarse	3800	4200	4000
Jammu and Kashmir					
Jammu (Grain Mandi)	NR	Basmatibar (Raw/Old)	7500	8000	7750
Jharkhand					
Daltenganj	NR	Other	2210	2400	2320
Giridih	16.34	Fine	3300	3500	3500
		Medium	2300	2500	2500
		Motta (Coarse) Boiled	2100	2200	2200
Godda	NR	Medium	2400	2800	2600
		Other	1800	2200	2000
Hazaribagh	6.5	Other	2950	3150	3020
Jamshedpur	NR	Fine	4000	4200	4100
		Medium	2500	2700	2600
Saraikela	NR	Medium	2410	2600	2540
		Other	1840	2000	1950

Karnataka					
Bangalore	1988	Medium	4000	4300	4100
Kerala					
Aroor	3	Basumathi	7000	7200	7100
		IR-8	2500	2700	2600
		Jaya	2700	2900	2800
		Other	2900	3100	3000
Chengannur	8	IR-8	2400	3000	2500
		Jaya	3200	3600	3500
Manjeri	290	Other	2800	3800	3000
Mannar	10	IR-8	3500	3700	3600
		Jaya	4500	4700	4600
		Other	6000	6200	6100
Maharashtra					
Alibagh	3	Other	3000	4000	3500
Manipur					
Bishenpur	1.1	Other	2900	2900	2900
Imphal	4.5	Other	NR	3100	3100
Meghalaya					
Shillong	0.6	Other	3400	3600	3500
Orissa					
Bampada	10	Other	2300	3000	2400
Bonai	0.5	Other	2200	2400	2200
Deogarh	9.5	Other	2000	3000	2500
Jajpur	NR	Other	2000	3000	2500
Jeypore	2.7	Other	3000	3300	3250
Jeypore(Kotpad)	2.2	Common	3000	3300	3250
Nilagiri	15	Other	2200	2400	2300
Nimapara	4.5	Other	2000	2400	2200
Tileibani	2	Other	2000	3000	2500
Punjab					
Dhilwan	45	Basmati Paddy	1625	1700	1700
Tripura					
Melaghar	4	Coarse	2300	2400	2350
		Fine	2900	3000	2950
		Masuri	2500	2600	2550
Uttar Pradesh					
Ajuha	8.5	Other	NR	NR	2070
Allahabad	130	Other	NR	NR	2280
Bahraich	120	III	2065	2095	2080
Ballia	150	III	1950	2100	1990

Balrampur	24	Other	2080	2115	2100
Barabanki	65	III	2050	2090	2070
Baraut	12	III	NR	NR	2070
Basti	123	III	2000	2150	2070
Bindki	70	Other	NR	NR	2259
Buland Shahr	10	III	NR	NR	2020
Chhibramau(Kannuj)	12	III	NR	NR	2180
Dadri	50	III	NR	NR	2060
Farukhabad	5	III	NR	NR	2200
Gazipur	40	III	2000	2030	2015
Jasra	18	III	NR	NR	2085
Kasganj	50	Coarse	2040	2080	2060
Lakhimpur	13	Coarse	2170	2300	2200
Lucknow	140	Coarse	2150	2250	2200
Mirzapur	5	Other	1950	2040	1975
Muzzafarnagar	65	Common	NR	NR	2060
Pilibhit	1100	Coarse	2170	2210	2190
Rampur	32	Other	2180	2235	2200
Saharanpur	134	III	NR	NR	2125
Sardhana	1.5	III	NR	NR	2060
Shahganj	10	III	1970	2010	1990
Shahjahanpur	2518.7	Other	2025	2080	2060
Sultanpur	220	Other	2100	2150	2135
Yusufpur	35	III	1950	2030	1990
Uttrakhand					
Gadarpur	4159	Other	1560	2100	1830
Tanakpur	29.9	Other	2000	2200	2100
West Bengal					
Balarampur	2.3	Other	2120	2140	2130
Bankura Sadar	16	Other	2050	2150	2100
Barasat	60	Masuri	2100	2300	2200
		Other	2400	2500	2450
Burdwan	256	Fine	1830	1870	1850
Chakdah	27	Other	2950	2950	2950
Darjeeling	2.5	Parimal (New)	2700	2900	2800
Egra/contai	48	Coarse	1760	1850	1800
		Fine	2450	2560	2500
Gajol	65	Fine	2600	2800	2700
		H.Y.V.	2300	2500	2400
		Other	1700	1900	1800
Garbeta(Medinipur)	28	Other	2180	2230	2200

Ghatal	26	Fine	1950	2030	1990
Guskara(Burdwan)	148	Fine	2040	2080	2060
Haldibari	10	Fine	2400	2600	2500
Indus(Bankura Sadar)	40	Other	2200	2300	2250
Islampur	3.2	Other	2000	2100	2050
Jalpaiguri Sadar	23	Fine	2775	2875	2850
		Other	1950	2050	2000
		Super Fine	3650	3850	3675
Kaliaganj	13	Other	2650	2750	2700
Kalimpong	0.8	Other	2260	2460	2360
Kalna	90	Coarse (I.R.20)	1730	1750	1740
		Fine	1880	1900	1890
Karimpur	3	Other	3100	3200	3150
Kolaghat	13	Fine	2500	2650	2600
Medinipur(West)	14	Other	2240	2250	2250
Memari	152	Fine	1830	1870	1850
Nadia	50	Fine	2850	2950	2900
Pandua	52	Ratnachudi (718 5-749)	2350	2500	2450
Purulia	58	Other	2080	2100	2100
Raiganj	12	Other	2700	2800	2750
Sainthia	163	Other	1830	1855	1840
Samsi	600	Fine	2790	2820	2800
		H.Y.V.	1790	1820	1800
Sheoraphuly	13	Ratnachudi (718 5-749)	2450	2650	2550
Tamluk (Medinipur E)	13	Fine	2500	2650	2600
Uluberia	15	Other	2500	2700	2600
		Sona Mansoori Non Basmati	2200	2400	2300

(Arrivals and Prices in Rs/Qtl)

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