

**Domestic Market Highlights:**

**Procurement of new paddy starts in Andhra Pradesh with all preparations required at this point of time.** A major producing district of A.P. has targeted to procure 3.5 lakh tonne paddy in ongoing season and for this 136 purchasing centers have been opened for smooth procurement. The procurement quantity may go up to 5.5 lakh tonne this season in this district. Millers in this reason have been directed to procure paddy at MSP of Rs. 1,450 per quintal for A-grade variety and Rs. 1,410 for common variety. Administration has warned millers to avoid irregularities in procurement and in payment process.

**Procurement in the Northern States is almost over, but will gradually spread to other parts of the country** as harvest progresses. Government procurement of MY 2015/16 rice under the minimum support price (MSP) continues to be ahead of last year due to the timely harvest (last year delayed due to October rains) and good harvest from the irrigated Northern States. Government procurement through November 30, 2015, is estimated at 13.87MMT compared to 10.64 MMT during the corresponding period of MY 2014/15.

**Total Rice exported from India in the first week of December was 148655.87 tonnes out of which** basmati rice contributes 51.5%, and non-basmati rice is 48.49% in this period with quantity of around 76571.65 tonnes and 72084.22 tonnes respectively.

**India 2015-16 winter rice (November - May) planting area has reached around 0.1094 million hectare**, down about 15% from around 0.1285 million hectare planted during the same period in 2014-15.

**India's rice stocks in the central pool as of December 1, 2015 stood at around 11.315 million tons down about 48% from around 21.57 million tons recorded during the same period last year**, according to data from the Food Corporation of India (FCI). India's rice stocks in the central pool are down about 8% from around 12.27 million tons recorded on November 1, 2015. The current rice stocks are about one million tons more than the required strategic reserve norms of around 10.25 million tons for this time of the year, according to the FCI.

**Wholesale Prices for India as an average for first week of December traded steady to firm by 0.80%** and are currently hovering at Rs.2655-2660/quintal. We expect non-basmati rice market to move range bound with firm tone in coming week. India average wholesale rice prices, which declined in October 2015 with the beginning of the kharif

(June-December) rice harvest, have increased in November on concerns of lower output due to El Nino-induced below average monsoon rains in many rice-growing areas.

**Price Outlook:-Average Rice price in all India is likely to trade steady with firm tone due to higher demand and tight supply.**

### **International Market Highlight:**

**Total rice stocks in the Philippines as of November 1, 2015 stood at around 3.11 million tons**, up about 41% from around 2.2 million tons recorded on October 1, 2015, and up about 5% from around 2.95 million tons recorded during the same period last year. Rice stocks in the Philippines continued to increase for the second consecutive month in November 2015 after declining for four months continuously, according to the Bureau of Agricultural Statistics (BAS). The increase can be attributed to increasing imports.

**South Korea's state run Agro Fisheries & Food Trade Corporation (KAFTC) has purchased 55,555 tons** of non-glutinous brown rice of China and U.S. origins for delivery between March 31, 2015 and April 30, 2015 in tenders that closed on December 9, 2015.

**Vietnam's rice exports between January and November had year-on-year increase of 3.6 percent** in volume, but a 4.9 percent annual decrease in value. Rice exports in the first nine months reached 6.24 million tons, fetching US\$2.65 billion in total. Shipments in October and November were sharply increases compared to previous months, citing new contracts signed with the Philippines and Indonesia in October as the main reason. Under the contracts that will expire in March next year, Vietnam is set to export 450,000 tons of rice to the Philippines and one million tons to Indonesia. The contracts may bring the total rice exports in 2015 to 6.8 million tons, while the estimated figure released in September was only 6.02 million tons. The Vietnam Food Association cut the minimum price of exported rice twice, in May and September.

**The global price of Hom Mali fragrant rice has dropped to the lowest in six years as growers** sell their grain direct to millers-cum-exporters instead of joining a state-run bank's scheme to increase rice prices. Currently Hom Mali rice is hovering at US\$720-730 per tonne, compared with its previous peak of USD 1200 per tonne and \$810-820 per tonne for Cambodian fragrant rice. High yield from Hom Mali rice could be one major reason for price falling. It is expected that Global price had bottomed out because orders should increase in mid-December to meet demand during the Chinese New Year.

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.

**Rice Prices in Various Markets:**

Dec-16-2015	White Rice 5% Broken	White Rice 25% Broken
Gujarat	2424.33	2258.28
Andhra Pradesh	2404.08	2238.03

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	4050	4100	4070
Divi	0.1	B P T	3100	3200	3100
Kandukur	0.1	B P T	3800	4000	3900
Kondapi	0.1	B P T	3800	4000	3900
Markapur	0.1	B P T	3900	4000	3950
Ongole	0.1	B P T	4000	4100	4070
Pamaru	NR	Fine	2200	2800	2600
Polavaram	NR	Sona	3200	3600	3400
Proddatur	NR	Masuri	3950	4100	4000
<b>Assam</b>					
Cachar	30	Common	2400	2900	2700
		Fine	3000	3600	3200
		Other	2000	2500	2300
Dhekiajuli	22	Common	1800	2000	1900
		Fine	2200	2700	2450
Dibrugarh	21	Other	2200	2900	2550
Howly	49.5	Broken Rice	1400	1500	1450
		Common	1700	2400	2000
		Fine	2500	2800	2700
		Super Fine	4000	4500	4400
Karimganj	100	Common	2000	2100	2050
North Lakhimpur	12	Common	1800	2000	1900
		Fine	2600	2800	2700
		Super Fine	3000	4000	3500

<b>Bihar</b>					
Biharinganj	NR	Other	3000	5000	4000
Nawada	NR	Other	1800	2000	1900
<b>Gujarat</b>					
Jambusar	NR	Other	2800	4000	3500
Jambusar(Kaavi)	NR	Other	2800	4000	3500
<b>Jharkhand</b>					
Bokaro (Chas)	NR	Other	2560	2960	2840
Daltenganj	NR	Other	2240	2400	2370
Jamshedpur	NR	Fine	4100	4200	4150
		Medium	3600	3700	3650
		Other	2200	2300	2250
Saraikela	NR	Medium	2420	2600	2570
		Other	1860	2000	1940
<b>Karnataka</b>					
Bangalore	2121	Medium	4000	4300	4150
H.B. Halli	8	Broken Rice	1600	1600	1600
Holenarsipura	5	Broken Rice	1600	1600	1600
<b>Kerala</b>					
Chengannur	7	IR-8	2400	2700	2450
		Jaya	3200	3500	3300
Cherthala	12	IR-8	2350	2500	2400
		Jaya	3200	3350	3300
		Other	4000	4200	4100
Mannar	10	IR-8	2500	2700	2600
		Jaya	3500	3700	3600
		Other	6500	6700	6600
<b>Maharashtra</b>					
Alibagh	3	Other	3500	4000	3750
Mangaon	1	Other	1800	3500	2800
Palghar	37	1009 Kar	1963	4401	3251
<b>Manipur</b>					
Bishenpur	4	Other	2400	2400	2400
Imphal	4.8	Other	NR	2700	2700
Thoubal	4.6	Other	2600	2600	2600
<b>Meghalaya</b>					
Shillong	1	Other	3400	3600	3500
<b>Orissa</b>					
Jeypore	2.5	Other	3000	3200	3100
Jeypore(Kotpad)	3.3	Common	3000	3300	3250
Karanjia	6	Common	2800	3000	2900

		Other	2600	2800	2700
Nilagiri	15	Other	2200	2400	2300
<b>Punjab</b>					
Jagraon	252	Other	2275	2275	2275
<b>Uttar Pradesh</b>					
Bahraich	135	III	2070	2100	2085
Bareilly	241	Coarse	NR	NR	2180
Basti	160	III	2000	2200	2085
Bijnaur	14.5	III	NR	NR	2200
Dadri	35	III	NR	NR	2070
Jaunpur	48	Coarse	1925	2025	1980
Khair	6	III	2120	2180	2150
Mirzapur	7	Other	1930	1975	1950
Muradabad	7	III	NR	NR	2200
Sardhana	1.5	III	NR	NR	2070
Shahganj	NR	III	1960	2020	1990
Shahjahanpur	558.1	Other	2100	2190	2140
Tilhar	2	Other	2160	2200	2180
<b>Uttarakhand</b>					
Bazpur	524.05	Common	1471	1818	1689
Gadarpur	1339	Other	1840	2230	2035
<b>West Bengal</b>					
Balarampur	2.2	Other	2300	2350	2300
Champadanga	12	Ratnachudi (718 5-749)	2350	2500	2450
Kaliaganj	18	Other	2500	2600	2550
Kalipur	108	Other	2050	2250	2150
		Sona Mansoori Non Basmati	1700	1850	1800
Kasipur	1.5	Other	2350	2350	2350
Kolaghat	10	Common	2200	2350	2300
		Fine	2400	2550	2500
Mekhliganj	19.5	Common	1850	1900	1875
		Fine	3000	3100	3050
Purulia	40	Other	2260	2280	2260
Raiganj	23	Other	2550	2650	2600
Sheoraphuly	10.5	Ratnachudi (718 5-749)	2400	2600	2500
Siliguri	28	Other	2400	2800	2600
Tamluk (Medinipur E)	10	Common	2200	2350	2300
		Fine	2400	2550	2500

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

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