

Domestic Market Highlights:

The FAO estimates 2016 global rice trade at around 45.3 million tons, up about 1.4% from an estimated 44.7 million tons last year. The FAO expects most of the importers, especially in Africa and Latin America, to replenish inventories. On the export side, the expansion of trade could be dampened next year by more limited availabilities in several export origins, says the FAO. It expects exports of Vietnam to increase while those of India, Brazil and the U.S. to fall.

Sowing of Rabi crop continued to be lower than last year but improved in last week from 22% down to 12.5% till date, with preliminary reports from the States placing the total area sown at 370.28 lakh hectares (lh), as on December 4, against 438.77 lakh hectares in the corresponding period last year. Sowing/transplanting of rice was done in only 0.11 million hectare compared with 0.13 million hectares in the corresponding period last year. Rabi rice area is down by around 12.5% from corresponding period last year till December 18th 2015.

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'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:

The government of Turkey has announced the paddy purchasing price for 2015-16 at around TL (Turkish Lira) 1,580 (around \$534) per tonne. Harvesting of paddy is almost over in the country and paddy as well rice prices is continuous bearish due to fresh arrival in the market. In 2015, Turkey is expected to produce record 920,000 tonnes of paddy this year, up about 11% from around 830,000 tonnes in 2014.

After Nigeria, Mali is the second largest rice producing country in African continent and this year (2015-16) Mali is expected to produce 2,451,321 tonnes of rice which is up by around 13% from last year.

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 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)
Andhra Pradesh					
Divi	0.1	B P T	3100	3200	3100
Gannavaram	NR	B P T	3600	4200	3900
Kondapi	0.1	B P T	3800	4000	3900
Nandyal	0.1	Sona Fine	4200	4300	4250
Ongole	0.1	B P T	4000	4100	4020
Pamaruru	NR	Fine	2500	3500	3000
Proddatur	NR	Masuri	3900	4100	4000
Repalli	0.1	B P T	4200	4400	4300
Assam					
Dibrugarh	30	Other	2200	2900	2550
Gauripur	NR	Fine	3500	5500	4500
		Other	1900	3000	2500
Howly	63	Broken Rice	1200	1500	1300
		Common	1800	2200	2000

		Fine	2400	2800	2600
		Super Fine	4400	4700	4600
Lanka	75	Common	1700	1750	1725
North Lakhimpur	7	Common	1800	2000	1900
		Fine	2600	2800	2700
		Super Fine	3000	4000	3500
P.O. Uparhali Guwahati	69	Common	1800	2400	2100
		Fine	2100	3500	2800
		Super Fine	3400	14000	8900
Silapathar	22	Fine	2500	3500	3000
Bihar					
Bihariganj	NR	Other	3000	5000	4000
Gujarat					
Jambusar	0.4	Other	3000	4000	3500
Jambusar(Kaavi)	NR	Other	3000	4000	3500
Jharkhand					
Bokaro (Chas)	NR	Other	2500	2610	2550
Chaibasa	NR	Coarse	1500	2000	1800
		Fine(Basmati)	2200	2800	2400
		Medium	2100	2600	2300
Daltenganj	NR	Other	2260	2400	2370
Godda	NR	Medium	2200	2600	2400
		Other	1800	2000	1900
Khunti	NR	Coarse	1750	1850	1800
		Fine	2550	2950	2750
		Medium	2350	2450	2400
		Other	1800	2200	2000
Koderma	36	Fine	3300	3500	3400
		Medium	2400	2600	2500
		Motta (Coarse) Boiled	1600	1800	1700
Lohardaga	24	Common	1600	1800	1740
		Fine	2800	3200	3000
		Medium	2200	2400	2350
Saraikela	NR	Medium	2430	2600	2580
		Other	1870	2000	1960
Karnataka					
Bangalore	2448	Medium	4000	4300	4150
Thirthahalli	1	Coarse	2540	2540	2540
Kerala					
Chengannur	7	IR-8	2400	2800	2500
		Jaya	3200	3600	3500
Kottayam	10	Other	2900	3400	3300
Mannar	10	IR-8	3500	3700	3600
		Jaya	3800	4000	3900
		Other	6000	6200	6100
Maharashtra					

Alibagh	3	Other	3500	4000	3750
Kolhapur(Laxmipuri)	25	1009 Kar	2100	3900	3000
Mangaon	1	Other	1800	3500	2800
Murud	3	Other	2500	3000	2750
Manipur					
Bishenpur	3.9	Other	2400	2400	2400
Imphal	4.6	Other	NR	2700	2700
Lamlong Bazaar	2.6	Other	NR	2500	2500
Thoubal	4.7	Other	2600	2600	2600
Meghalaya					
Shillong	1	Other	3400	3600	3500
Orissa					
Bonai	0.5	Other	2200	2400	2200
Chandabali	85	Common	1400	1800	1800
Jajpur	NR	Other	1800	2600	2200
Junagarh	50.42	Other	2100	2200	2100
Kalahandi(Dharamagarh)	50.12	Other	2100	2200	2100
Karanjia	5	Common	2800	3000	2900
		Other	2600	2800	2700
Nilagiri	15	Other	2200	2400	2300
Nimapara	4	Other	2000	2400	2200
Tripura					
Melaghar	3	Coarse	2300	2400	2350
		Fine	2850	2950	2900
		Masuri	2500	2600	2550
Mohanpur	6	Masuri	2700	2900	2800
		Other	2500	2700	2600
Uttar Pradesh					
Ballia	250	III	1950	2000	1975
Bareilly	356	Coarse	NR	NR	2200
Chhibramau(Kannuj)	21	III	2150	2225	2190
Chorichora	10	III	2080	2115	2100
Dadri	50	III	NR	NR	2070
Etawah	650	III	NR	NR	2255
Faizabad	120	III	2060	2125	2085
Khairagarh	5	III	NR	NR	2100
Mirzapur	11	Other	1910	1970	1945
Muradabad	9	III	NR	NR	2240
Muzzafarnagar	40	Common	NR	NR	2060
Partaval	25	III	1990	2050	2025
Pilibhit	400	Coarse	2180	2215	2195
Saharanpur	80	III	NR	NR	2040
Sardhana	1.5	III	NR	NR	2065
Shahjahanpur	1973.2	Other	2100	2200	2150
Sitapur	155	Coarse	2100	2400	2230
Tilhar	28.2	Other	2150	2200	2180
Yusufpur	25	III	1900	1970	1935

Uttrakhand					
Gadarpur	280	Other	1900	1900	1900
Ramnagar	4.5	Common	2200	2250	2225
West Bengal					
Balurghat	35	Other	1850	1950	1900
Barasat	65	Masuri	2100	2300	2200
		Other	2400	2550	2500
Diamond Harbour(South 24-pgs)	20	Common	1800	1900	1850
		Super Fine	3800	3900	3850
Falakata	17.5	Common	1880	1980	1930
Jalpaiguri Sadar	25	Fine	2725	2800	2775
		Other	1875	1925	1900
		Super Fine	3725	3875	3750
Kaliaganj	16	Other	2500	2600	2550
Karsiyang(Matigara)	1.6	Other	2400	2900	2600
Katwa	8	Other	1800	2200	2000
Kolaghat	10	Common	2200	2350	2300
		Fine	2400	2550	2500
Pandua	48	Ratnachudi (718 5-749)	2200	2300	2250
Raiganj	21	Other	2550	2650	2600
Ramkrishanpur(Howrah)	14.4	Other	2200	2400	2300
		Sona Mansoori Non Basmati	2000	2200	2100
Samsi	500	Fine	2790	2820	2800
		H.Y.V.	1990	2020	2000
Sheoraphuly	10	Ratnachudi (718 5-749)	2400	2600	2500
Siliguri	32	Other	2400	2800	2600
Tamluk (Medinipur E)	10	Common	2200	2350	2300
		Fine	2400	2550	2500

(Arrivals and Prices in Rs/Qtl)

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