Latest Market Development

Wholesale Prices for India as an average for fourth week of September traded firmed by 4-5% and are currently hovering at Rs.2750-2760/quintal. We expect non-basmati rice market to move in the range bound with slightly firm in coming week.

Price of Aromatic rice in (all varieties) wholesale markets traded weak in last three weeks due to frail demand from bulk buyers. Normally at the near end of the season, buyers prefer to stay away from market due to lower demand from bulk buyers and expected arrival from new crop, which is hardly one month away.

Total area planting to India's 2015-16 Kharif (main) rice crop (June - December) in India stood at around 37.40 million hectares as of September 24, 2015, slightly up from around 37.38 million hectares planted during the same time last year, according to a press release by the Agriculture Ministry.

Total Rice export for the period 21-27 Sept, 15 was 162578.47 thousand tonnes. Non- basmati rice export in the period was 117300.13 tonnes and basmati exports contribution for the period was 50.55% with quantity of 82185.81 thousand tonnes. Rice export in the period was down by around 18.87% from last week export of 200393.57 thousand 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**.**

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. Since a major portion of the paddy standing crop was destroyedthe Paddy procurement target for this year is only 30 lakh tonnes.

State wise Progressive Procurement

State/UTs	KMS 2014-15*

AP	35.72
Telangana	35.04
Assam	0.15
Bihar	16.19
Chandigarh	0.1
Chhattisgarh	33.55
Delhi	0
Gujarat	0
Haryana	20.15
H.P	0
Jharkhand	0.02
J&K	0
Karnataka	0.88
Kerala	3.74
M.P	8.07
Maharashtra	1.99
Nagaland	0
Odisha	34.87
Pondicherry	0
Punjab	77.86
Rajasthan	0
Tamil Nadu	9.51
U.P	16.98
Uttarakhand	4.65
West Bengal	20.32
Total	**319.79**

Figure in lakh Tonnes Source:FCI

*KMS 2014-15 is under progress. Figures reported as on 15.09.2015

State wise Wholesale Prices weekly for 04th Week of September-2015-

State	Prices 24-30 Sep 2015	Prices 16-23 Sep 2015	Prices 09-15 Sep 2015	Prices 24-30 Sep 2014	% Change(Over Previous Week)	% Change(Over Previous to Previous Week)	% Change(Over Previous Year)
AP	2828.57	2857.01	2798.31	3132.18	-1	1.08	-9.69
Assam	3022.4	3058.1	3097.03	2876.92	-1.17	-2.41	5.06
Bihar		2012.26	1957.45		__	__	__
Gujarat	4000	2673.01	2672.3	2600.91	49.64	49.68	53.79
Jharkhand	2596.3	2623.21	2587.29	2712.3	-1.03	0.35	-4.28
Karnataka	3382.47	3318.9	3330.22	3424.46	1.92	1.57	-1.23
Kerala	3103.57	3099.72	3048.65	3417.05	0.12	1.8	-9.17
Maharashtra	3305.5	3371.75	2916.45	3475.85	-1.96	13.34	-4.9
Meghalaya	3363.64	3027.55	3087.18	3319.64	11.1	8.96	1.33
Orissa	2295.88	2173	2242.89	2234.96	5.65	2.36	2.73
Tripura	2595.03	2667.81	2631.45	2672.21	-2.73	-1.38	-2.89
U.P	2079.02	2095.54	2099.2	2104.07	-0.79	-0.96	-1.19
Uttarakhand	1020	1713.43	1993.91	2030.07	-40.47	-48.84	-49.76
W. Bengal	2275.58	2276.72	2249.21	2611.13	-0.05	1.17	-12.85
Average	2759.07	2640.57	2622.25	2754.36			
As per the data reported by APMCs							

Source agmarknet

Price Projection forOctober01st Week in Domestic Market:

Duration	Trend	Average Price Range
01st Week Of Oct, 2015	**Steady**	**Rs.2700-2780/Q**

Weekly Price Change of 1121 Steam, Raw and Sella Rice Price Delhi Market (Figure: in Rs. /Quintal):

1121 Steam, Raw and Sella Rice Price Delhi Market					
Variety	Today 01 Oct 2015)	Today 25 Sept 2015)	Month Ago(01 Sept-2015)	% ch. From last week	% Change from last Month

1121 Steam	5000	5000	5200	**0.00**	**-3.85**
1121 Sella	4000	4000	4100	**0.00**	**-2.44**
1121 Raw	4700	4600	5300	**2.17**	**-13.21**

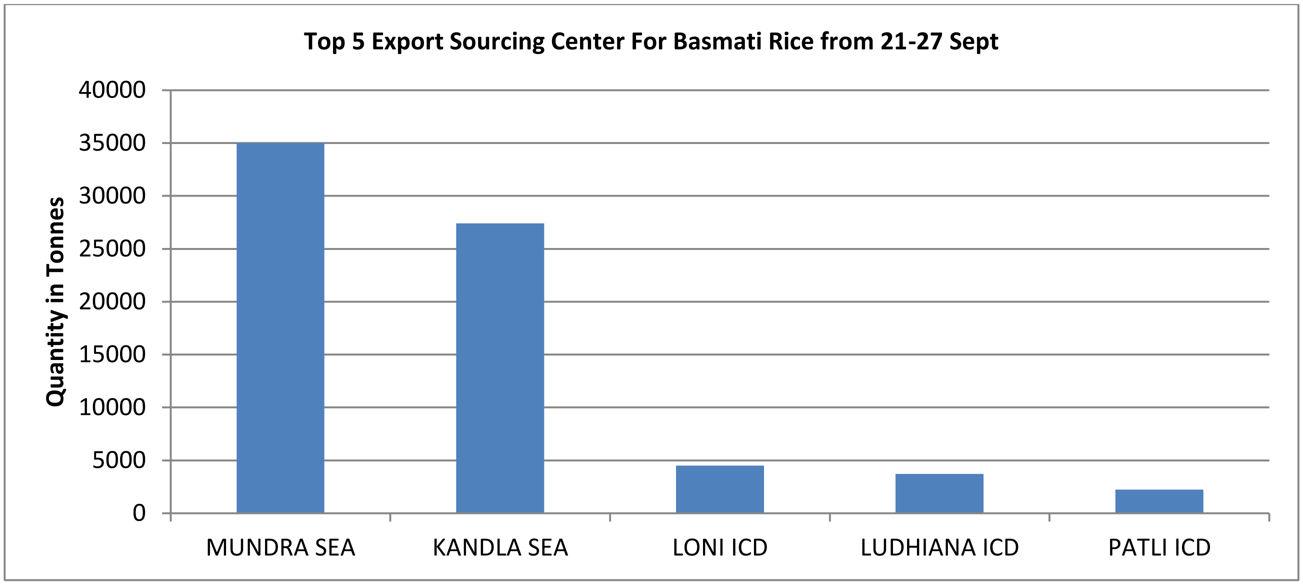
WeeklyPrice (FOB) Change of Rice 5% broken high quality (Figure in USD/ MT):

Indian White Rice 5%, 25% High Quality, Long grain parboiled 5%					
Variety	**Today 01 Oct 2015)**	**Today 25 Sept 2015)**	**Month Ago(01 Sept-2015)**	**% ch. From last week**	**% Change from last Month**
White Rice 5%	355	355	375	**0.00**	**-5.33**
White Rice 25%	325	325	350	**0.00**	**-7.14**
Parboiled 5%	350	350	365	**0.00**	**-4.11**

Major Importers of Basmati &Non Basmati Rice 21-27Sept-2015:

Top Ten Non-Basmati Importers			**Top Ten Basmati Importers**		
Country	**Quantity**	**Average of FOB $/Tonne**	**Country**	**Quantity**	**Average of FOB $/Tonne**
BENIN	13767.8	351.49	IRAQ	28113.17	881.20
LIBERIA	5000	341.97	SAUDI	13445.84	895.64
BERBERA	4046	343.80	U A E	12374.78	772.94
TURKEY	3779	354.20	IRAN	4781.02	867.85
U A E	3761.79	504.37	YEMEN	3187.73	858.63
IRAN	3338.6	784.63	U S A	2663.74	653.10
YEMEN	3322	588.01	U K	2458.00	911.91
SENEGAL	3200	286.06	KUWAIT	1426.58	867.60
S.AFRICA	2945.81	453.18	AUSTRALIA	1178.29	926.06
ANGOLA	2945.5	402.43	BAHRAIN	1128.63	893.20
Others	34286.16	480.48	Others	11428.04	865.73
Grand Total	**80392.67**	**525.24**	**Grand Total**	**82185.81**	**873.80**

Major Basmati Export Sourcing Center:



Total Rice export for the period 21-27 Sept, 15 was 162578.47 thousand tonnes. Mundra, Kandla and Loni ICD were the major port for basmati rice import center during this period.

Global Updates:

Vietnam's rice stockpile shrinks as exports increase: Based on 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.

Bangladeshi Farmers bagged a record 1.91 crore tonnes of boro rice last season, enabling the country to log in its highest rice output and attain self-sufficiency in staple food. Overall, rice output stood at a total of 3.47 crore tonnes in fiscal 2014-15, up 1 percent year-on-year, according to Bangladesh Bureau of Statistics.

The Philippines' National Food Authority (NFA) will import 750,000 tons of 25% broken rice at $426.83 per ton from the governments of Thailand (supplying 300,000 tons) and Vietnam (450,000 tons), according to local sources. Under this tender, 250,000 tons will be imported this year, including 125,000 tons in November and 125,000 tons in December, and 500,000 tons will be imported next year. The extra imports are part of efforts to boost stocks amid concerns that the country's production will be hurt by the El Niño weather pattern.

IGC Balance Sheet: **(Fig. In Million Tonnes)**

	2012-13	2013-14	2014-15 Estimate 22.01.15	Forecast 27.08.15 2015-16	Forecast 24.09.15 2015-16
Production	473	478	479	479	477
Trade	38	43	43	42	42
Consumption	469	480	484	488	488
Carryover stocks	113	11	106	97	95
Y-O-Y change	4	-2	-5		-11
Major Exporters	40	38	31	22	22

Note: Major exporters are India, Pakistan, Thailand, Vietnam, and United States

IGC Rice Balance sheet Highlights:
World rice output in 2015/16 is predicted to fall slightly from theprevious year's high, on expectations for smaller crops in key Asianproducers. Together with reduced opening stocks, global availabilitiesare set to tighten and, given a population-driven increase in fooduse, carryovers are anticipated to contract by 10% y/y. Most of the downward adjustment of 11m t is likely to be due to a heavy drop in themajor exporters. Trade in calendar 2016 is expected to contract, butstay historically high. the projection of world rice output is cut byabout 2m t, to 477m, but would still be only a fraction lower y/y.Feeding through to a smaller prediction of total supplies, and withconsumption little changed from last month, global inventories aretrimmed to 95m t, the y/y contraction of 10% almost entirely due toIndia and Thailand. The outlook for trade in 2016 is maintained at 42m t, down slightly from the year before, but well above the priorfive-year average.

IGC Revised Rice Production Down By 2 MMT to 477 MMT

IGC has revised rice production estimate down by2 MMT to 477 MMT for 2015-16. Decrease in production estimate may shrink opening stock. With increasing population driven demand carry out may decrease by 10 percent year on year basis. It may stabilize rice price in the months ahead.

Global Trade of Rice may Decline to 42 MMT

Global trade of rice too has been projected slightly lower (at 42MMT) from previous year from previous high. Global inventory may touch 95MMT due to decrease in Indian and Thai stock.

Rice Price Trend @ CBOT Nov- 15, Rough Rice):
(Prices in US$/hundredweight)

Market Analysis:

The CBOT November month rough chart forrice indicates firmmovement in previousweekly session; overall market is in bullish trend. We expect market to hover in the range USD 13.00-13.40/ hundredweight in coming sessions.

Price Projection (International-CBOT):

Duration	Trend	Price Range
02nd week of Oct, 2015	**Steady to Firm**	USD/ Hundred Weight 13.00-13.40