Latest Market Development

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 second week of October were steady to weak *by 0-2% 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.*

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 the start of harvesting season, due to lower production estimates and lower carryover stock.*

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.*

Total rice planting to India's main crop (June-December) stood at 37.81million hectare as of Oct-16, 2015 which *is slightly down by 0.14 lakh Ha from the corresponding period last year. This is almost final figure of main crop. As of October 01st-2015, Area under paddy in Punjab, Haryana and U.P is 28.43 lakh Ha, 12.43 Lakh Ha and 58.96 lakh hectare respectively, which is up by 0.23 lakh hectare, 1.07 lakh hectare and 1.99 lakh hectare in these states accordingly.*

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 were UAE, Iran, Saudi Arabia and Yemen. We expect 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 drop in coming week as arrival starts and trend says that export is slower at the peak arrival time.*

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

State	Prices 24-31 Oct 2015	Prices 16-23 Oct 2015	Prices 09-15 Oct 2015	Prices 24-31 Oct 2014	% Change(Over Previous Week)	% Change(Over Previous to Previous Week)	% Change(Over Previous Year)
AP	3275.51	3784.13	2908.4	2355	-13.44	12.62	39.09
Assam	3046.21	2901.36	3101.79	3047.47	4.99	-1.79	-0.04
Bihar	1994.35	3050	2008.1		-34.61	-0.68	__
Gujarat	2687.18	2680.2	2670.23	2660.53	0.26	0.63	1
Jharkhand	2658.79	2533.74	2550.75	2508.44	4.94	4.24	5.99
Karnataka	3368.42	3344.22	3450.35	3456.25	0.72	-2.37	-2.54
Kerala	3135.96	3111.18	3103.93	3364.54	0.8	1.03	-6.79
Maharashtra	3083.12	2875.28	3412.54	4148.16	7.23	-9.65	-25.67
Manipur	2988.37	3038.06	3040.54	3171.64	-1.64	-1.72	-5.78
Meghalaya	3481.67	3423.9	3060.14	3893.06	1.69	13.77	-10.57
Delhi	1710	2000	1800	2025.53	-14.5	-5	-15.58
Orissa	2186.07	2002.51	2093.84	2179.18	9.17	4.4	0.32
Tripura	2696.4	2664.58	2663.34	2727.05	1.19	1.24	-1.12
Uttar Pradesh	2095.63	2100.7	2101.01	2113.19	-0.24	-0.26	-0.83
Uttarakhand	1865.11	1897.54	2035.96	1987.9	-1.71	-8.39	-6.18
West Bengal	2261.33	2275.68	2272.37	2594.33	-0.63	-0.49	-12.84
Average	2658.38	2730.19	2642.08	2797.03			

Source agmarknet

Price Projection for November 01st Week in Domestic Market:

Duration	Trend	Average Price Range	Reason
01st Week of November, 2015	Steady to Weak	Rs.2550-2700/Q	Average Rice price in all India is likely to trade under pressure with beginning of new arrival.

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	**30 Oct 2015)**	**21 Oct 2015)**	**Month Ago(30 Sept-2015)**	**% ch. From last week**	**% Change from last Month**
1121 Steam	4800	5300	5000	**-9.43**	**6.00**
1121 Sella	4000	4000	4000	**0.00**	**0.00**
1121 Raw	4400	4500	4700	**-2.22**	**-4.26**

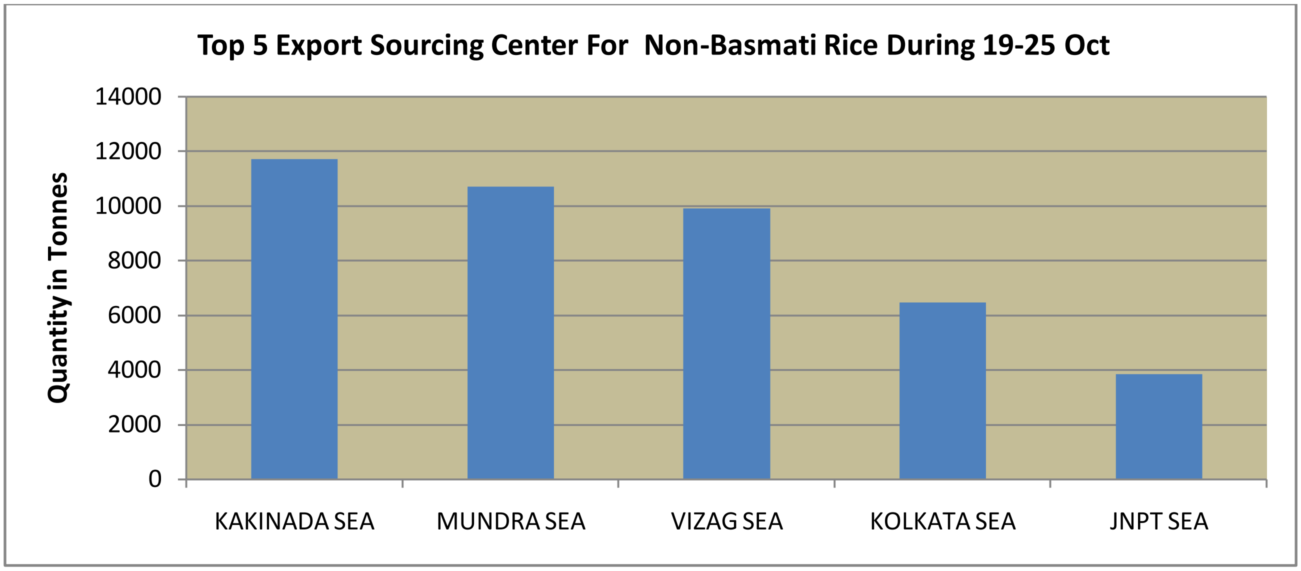
Weekly Price (FOB) Change of Rice 5% broken high quality (Figure in USD/ MT):

Indian White Rice 5%, 25% High Quality, Long grain parboiled 5%					
Variety	**30 Oct 2015)**	**21 Oct 2015)**	**Month Ago(30 Sept-2015)**	**% ch. From last week**	**% Change from last Month**
White Rice 5%	360	360	355	**0.00**	**1.41**
White Rice 25%	340	340	325	**0.00**	**4.62**
Parboiled 5%	350	350	350	**0.00**	**0.00**

Major Importers of Basmati & Non Basmati Rice in the Period between 19-25 Oct-2015:

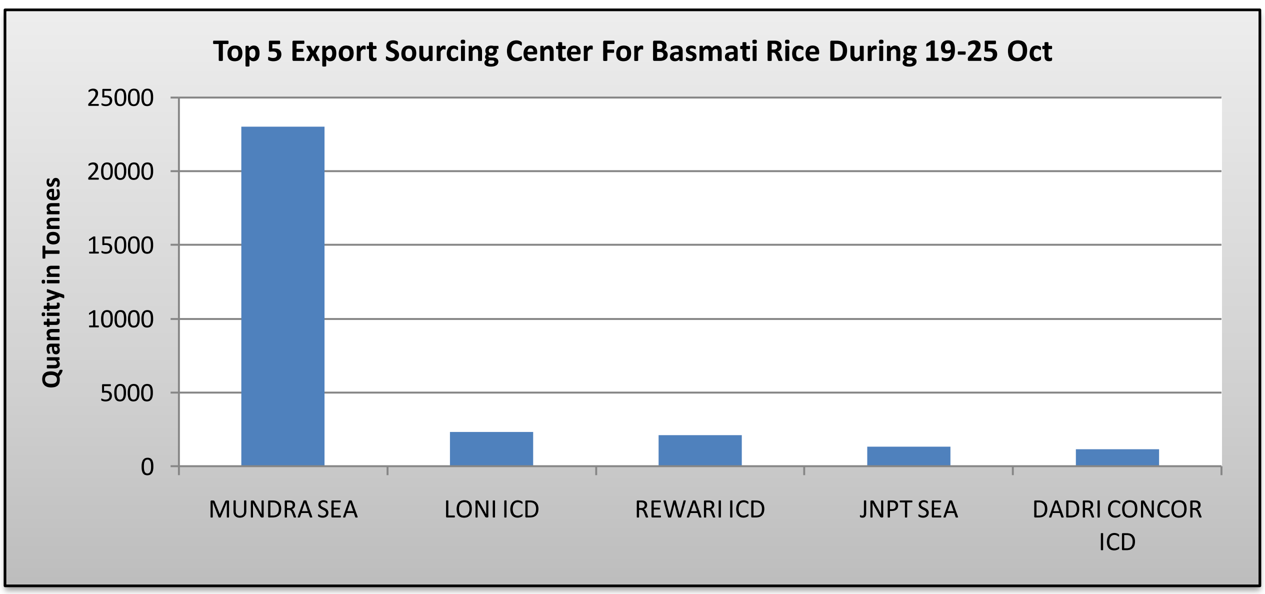
Non Basmati Rice Importers			**Basmati Rice Importers**		
COUNTRY	**QUANTITY(Tonnes)**	**Average of FOB $/Tonne**	**COUNTRY**	**QUANTITY(Tonnes)**	**Average of FOB $/Tonne**
SENEGAL	15717.1	302.88	U A E	6735.46	718.96
BENIN	8073	347.61	IRAN	5362.25	792.16
U A E	2880.353	516.81	SAUDI	4621.37	787.60
S.AFRICA	2635.1	416.07	YEMEN	2587.12	765.18
TOGO	2612.5	345.13	IRAQ	2285.04	674.20
TURKEY	2225	355.84	U S A	1742.57	913.62
ANGOLA	2059	357.50	U K	1682.25	602.79
BERBERA	1899	346.06	KOREA	1104.00	921.11
GHANA	1510	371.22	TURKEY	739.88	722.69
BAHRAIN	1494.5	384.61	BAHRAIN	716.33	1161.37
others	14092.637	552.78	Others	5709.31	783.30
Grand Total	**55198.19**	**467.87**	**Grand Total**	**33285.58**	**822.03**

Major Non-Basmati Export Sourcing Center:



Total non basmati Rice export in the third week of Oct (19-25), 15 was 55198.19 tonnes. Kakinada sea, Mundra, and Vizag Sea was the major port for basmati rice export center during this period.

Major Basmati Export Sourcing Center:



Total basmati Rice export in the third week of Oct (19-25), 15 was 33285.58 tonnes. Mundra, Loni ICD and Rewari ICD were the major port for basmati rice export center during this period.

State wise Progressive Procurement

State/UTs	KMS 2014-15*
AP	35.96
Telangana	35.04
Assam	0.15
Bihar	16.19
Chandigarh	1.10
Chhattisgarh	34.22
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	10.51
U.P	16.98
Uttarakhand	4.65

West Bengal	20.32
Total	**321.69**

Figure in lakh Tonnes Source:FCI

*KMS 2014-15 is under progress. Figures reported as on 07.10.2015

Global Updates:

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 lower than all major suppliers and Indian rice export could increase in MY 2015-16.*

Iran – the biggest buyer of Indian basmati – is expected to resume imports of the aromatic rice after February-March *as Agriwatch expected. Iran had banned rice imports mid-November last year to protect the interests of local growers on higher domestic output and stocks. On the other hand rice production of the country is likely to up by around 2% from last year production of 1.71 million tonnes to 1.74 million tonnes, even with slight increase in rice production, rice imports in MY 2015-16 is up by 7% supported by lower carryover stock to push the country for resuming the import. However even after ban of basmati from the country, Indian basmati rice export is up by 18% in MY 2014-15 due to higher demand from other Middle East Countries like Saudi Arabia, Iraq, and Kuwait.*

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.*

The USDA Post estimates Pakistan's MY 2014-15 (November-October) rice exports *will remain unchanged from last year's level of around 4 million tons.*

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

	2012-13	2013-14	2014-15 Estimate 22.01.15	Forecast 24.09.15 2015-16	Forecast 29.10.15 2015-16
Production	473	478	479	477	474
Trade	38	43	43	42	42
Consumption	469	480	484	488	487
Carryover stocks	113	11	106	95	94
Y-O-Y change	4	-2	-5		-13
Major Exporters	40	38	31	22	21

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

IGC Rice Balance sheet Highlights:

IGC forecast world rice production is forecast to decline by 1% in 2015/16. Coupled with smaller opening stocks, supplies are projected to tighten and, given a further rise in total uptake, a fall in inventories of nearly 13m t is anticipated, including more than 10m in the five majors. Trade is expected to remain historically high, especially on big deliveries to Asian markets. Thailand is projected to be the world's leading exporter in 2016.

USDA & IGC Forecast the Same World Rice Production:

In its October 2015 Rice Outlook report, USDA also forecasted 2015-16 global rice production (milled basis) at around 474 million tons, down about 1% from last year due to an expected decline in acreage as well as decline in average yields, which are likely to be affected by adverse weather conditions. It forecasted 2015 global rice trade at around 42.4 million tons, down 2% from an estimated 43.2 million tons in 2014

Global Trade of Rice Unchanged from Last Month

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.

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

Market Analysis:

The CBOT November month rough chart for rice indicates weak bound movement in previous weekly session; overall market too is in down trend from last week. We expect market to hover in the range USD 11.10-11.60 hundred weights in coming sessions.

Price Projection (International-CBOT):

Duration	Trend	Price Range
01st week of Nov, 2015	**Steady to Weak**	USD/ Hundred Weight 11.10-11.80