

Commodity Profile for Rice-June, 2016

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1. Rice Estimates for India (Crop Year: October 2015- September 2016)

(Unit: Million Tonnes)

2014-15	2015-16 (Estimated)	Particular	April, 2016	Source
17.33	14.16#	Opening Stock (beginning of the crop year)	11.29	DoF & PD
105.45	103.36	Production	103.36**	D&ES
0	0	Total Imports	0.00*	DoC
122.78	117.52	Availability	114.65	
12.22	12.00\$	Total Export	5.73*	DoC
14.81	11.71\$	Ending Stock in Central Pool	21.32***	DoF & PD
95.75	93.81	Total Available for domestic consumption	87.60	

Source: Department of Food & Public Distribution (DoF&PD), Department of Commerce (DoC), Directorate of Economics & Statistics (D&ES), Department of Agriculture & Cooperation (DAC).

- *: The figure of export and import is for October-April, 2016.
- **: 3rd Advance estimates released for 2015-16 on 09.05.2016
- ***: FCI stocks ending in April, 2016 are 21.32 million Tons against 17.05 million Tons in corresponding period last year.
- #: estimates in the beginning of the year. \$: estimates at the end of the year.
- \$ During 2015-16 Export of non-basmati and basmati rice has been assumed to be 8.0 million tones and 4 million tons respectively.
- Availability: opening stock in central pool plus production plus Imports; Total Availability for Domestic Consumption: Availability minus (total export plus ending stock in central pool).
- For preparing estimate for 2015-16, production has been taken as per 3rd advance estimates released for 2015-16 released on 09.05.2016, export, import & ending stock as estimated by Department of Food and Public Distribution.

2. Rice Estimates for World

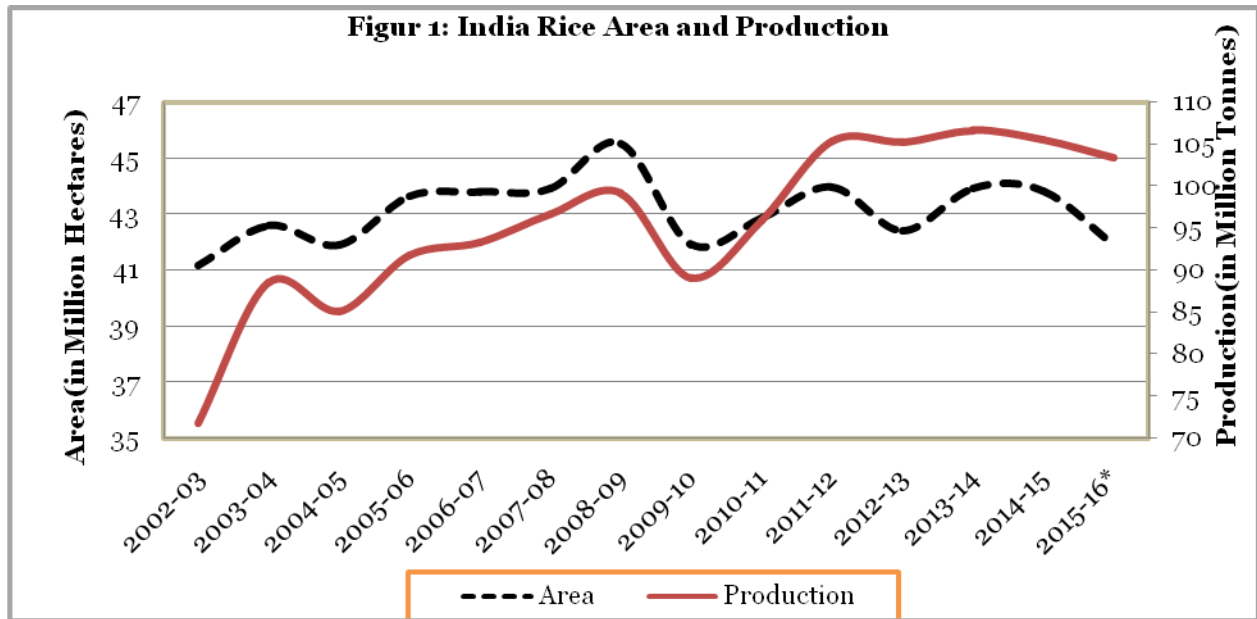
(Unit: Million Tonnes)

Particulars	2013-14	2014-15 (Estimated)	2015-16 (Forecast 25.02.2016)
Production	478	479	473
Trade	42	42	42
Consumption	478	481	483
Carry Over Stock	114	109	94

Source: International Grains Council (IGC)

- Global rice production in 2015-16 is forecasted as a marginal fall from previous year (-1.25), the projected trade is maintained at same level (42 million tons). The consumption likely to increase by 0.42%, the global carry over stock at end of 2015-16 is anticipated to decrease by 13.76%.

3. India's Rice Production and Area under Cultivation

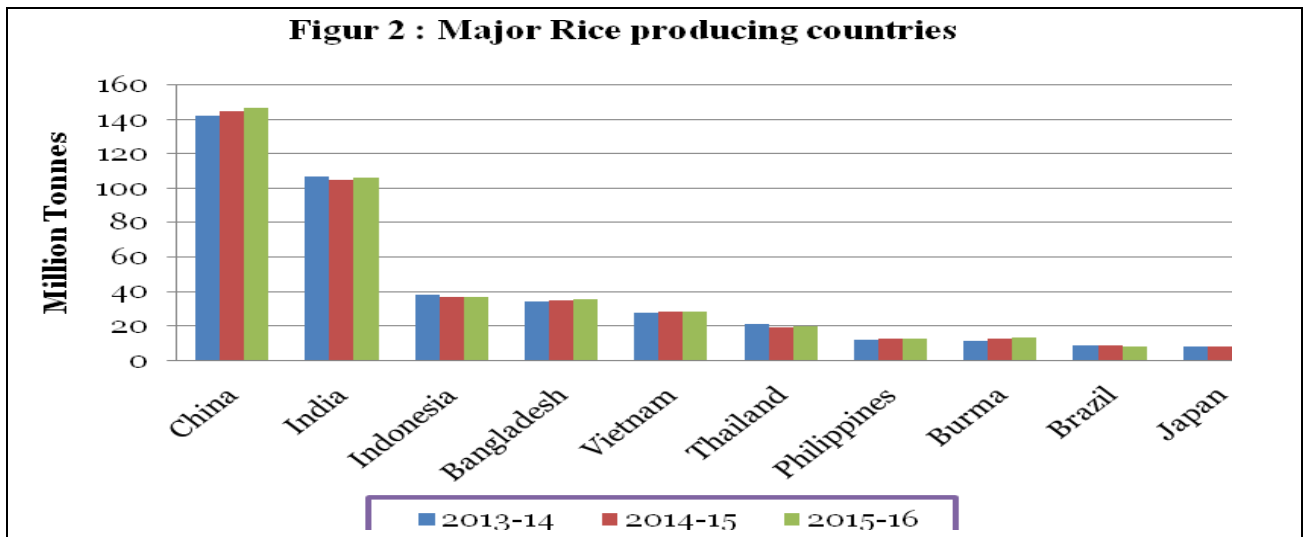


Source: Directorate of Economics & Statistics (D&ES)

*3rd advance estimates

- India's rice production has increased at CAGR of 1.19 percent during 2005-06 and 2015-16
- Area under rice cultivation has not increased substantially during 2004-05 and 2014-15.

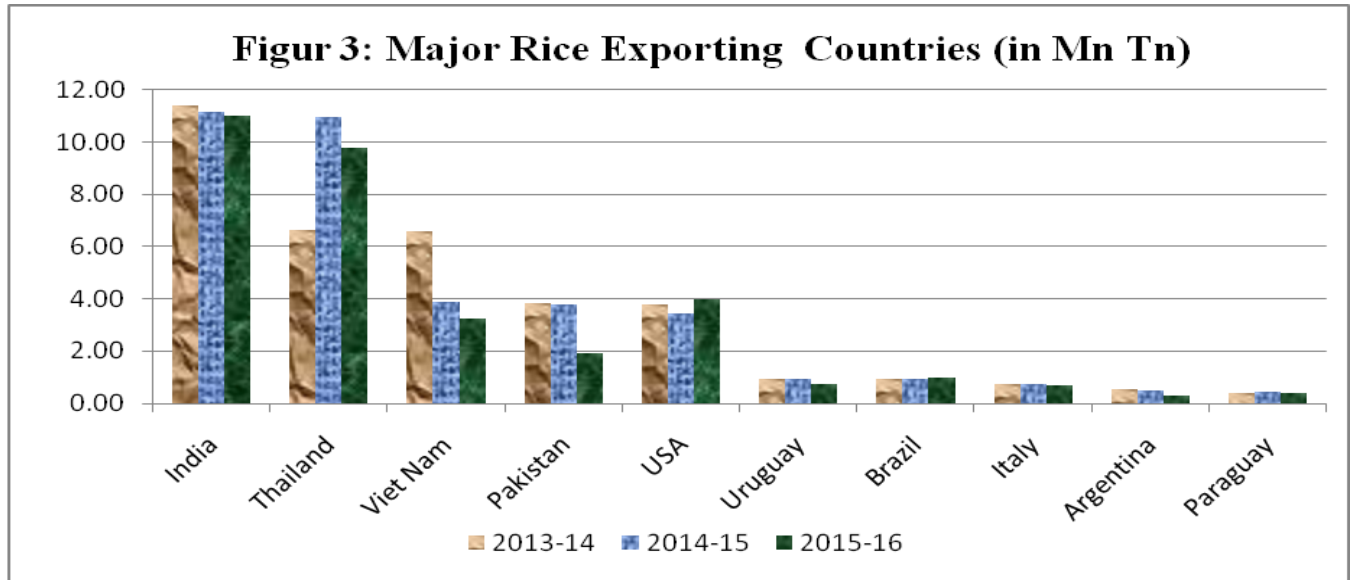
4. Global Production



Source: United State Department of Agriculture

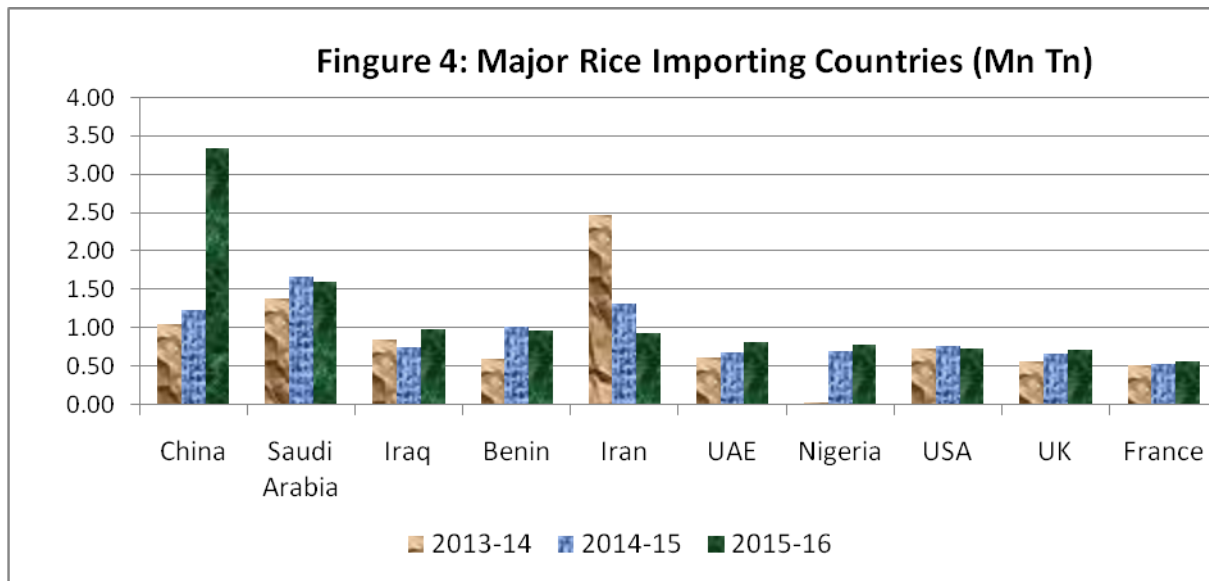
- China was the leading rice producer followed by India, Indonesia and Bangladesh in 2015-16.

5. Major Exporting and Importing Countries of Rice in the world



Source : Comtrade

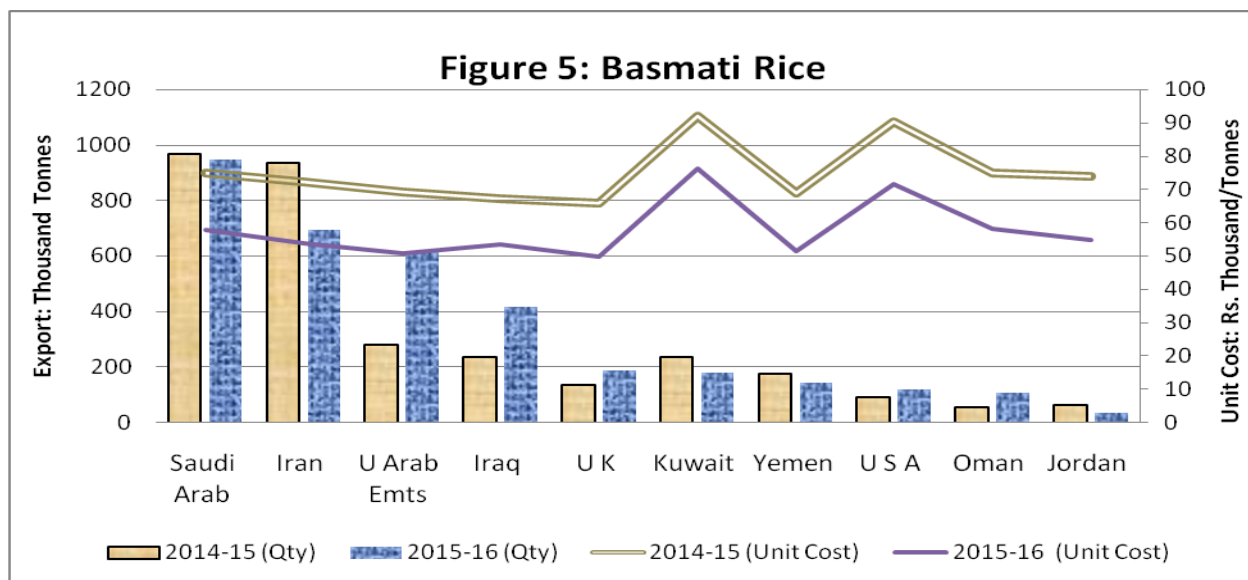
- India was the largest exporter of rice in 2014-15 followed by Thailand and Vietnam and Pakistan.



Source: Comtrade

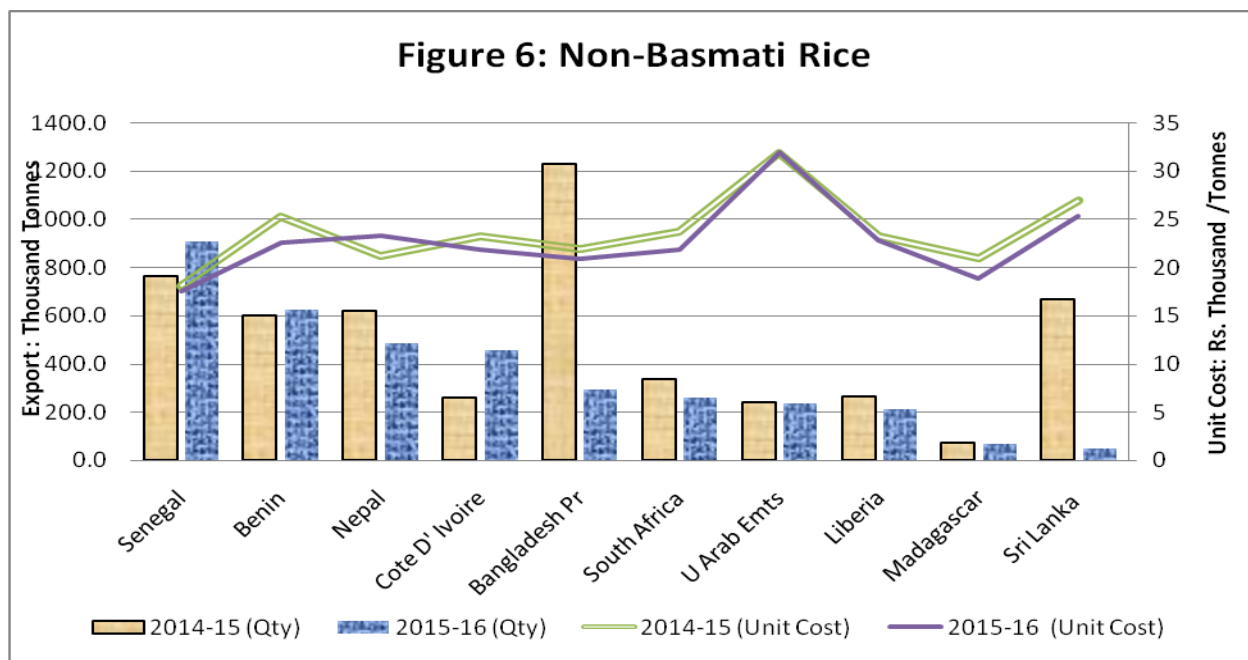
- China was the leading importer in 2015-16 followed by Saudi Arabia and Iraq.

6. India's Major Export Destinations for Basmati as well as Non-basmati Rice



Source: Department of Commerce

- In 2015-16, Saudi Arab was the leading importing country for Basmati rice from India followed by Iran and UAE.
- Unit price of basmati rice has decreased in 2015-16 over the previous years.
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Source: Department of Commerce

- In 2015-16, Senegal, Benin and Nepal were amongst India's top three importing countries for non-basmati.
- In 2015-16, Senegal imports substantially from India. It may be due to decrease in the unit price to Rs. 17.59 thousand per Tons from Rs. 18.05 thousand per Tons.

7. India's Trade Flow for Rice during 2009-10 to 2014-15

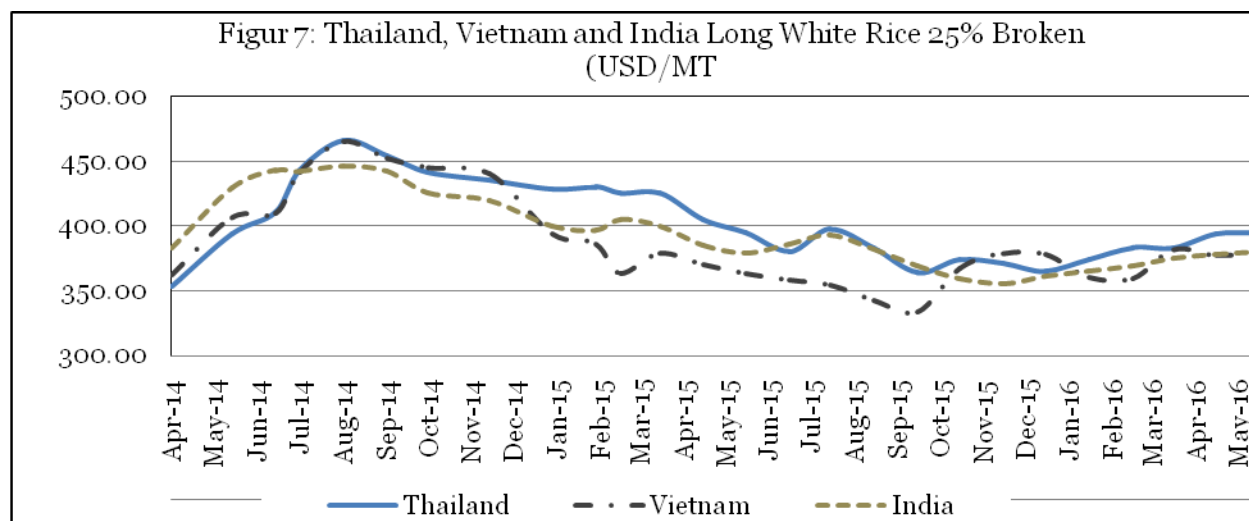
(Unit: Million Tonnes)

Year	Export		Import	
	Basmati	Non-basmati	Basmati	Non-basmati
2009-10	2.02	0.14	0	0
2010-11	2.37	0.10	0	0
2011-12	3.18	4.0	0	0
2012-13	3.50	6.64	0	0
2013-14	3.76	7.0	0	0
2014-15	3.70	8.23	0	0
2015-16	4.04	6.37	0	0
2016-17 (April,2016)	0.33	0.55	0	0

Source: Department of Commerce

- India exported substantial quantity of both Basmati as well as Non-basmati rice to the world, and import in the same categories were insignificant during 2009-10 and 2016-17 (up to April, 2016).

8. Domestic and International Price Movement for Long White Rice 25% Broken



Source: Oryza (A website on rice)

- The price of long white rice (25% Broken) of Thailand was slightly higher than India and Vietnam in May, 2016.

9. Minimum Support Price (MSP) for Rice (Paddy) during 2011-12 to 2015-16

Table 4: MSP for Rice (Paddy)

(Unit: Rs/ Quintal)

Rice Quality	2012-13	2013-14	2014-15	2015-16	2016-17
Common	1250	1310	1360	1410	1470
Grade 'A'	1280	1345	1400	1450	1510

Source: Commission for Agricultural Costs and Prices (CACP)

- MSP for both quality of Paddy (see table 4) has increased during 2012-13 to 2016-17. This figure has increased by 18 percent in the last 5 years.

10.1 Rice arrivals in Major Domestic Mandis.

(Unit in Tonnes)

Mandis	Arrival May-2016 (cumulative)	Arrival Apr-2016 (cumulative)	Arrivals May-2015 (cumulative)	% Change(Over Previous Month)	% Change(Over Previous year)
Burdwan	109083.21	94916.21	118103.37	14.93	-7.64
Midnapore	3891.54	3621.54	6692.99	7.46	-41.86
Banaganapalli	13022.20	12497.20	12511.50	4.20	4.08
Ramachandrapuram	19913.30	19703.30	3836.80	1.07	419.01
Devariya	23183.36	17594.89	25137.52	31.76	-7.77
Sitapur	23655.86	20799.86	7887.62	13.73	199.91
Mysore	39323.32	29523.32	126437.39	33.19	-68.90
Raichur	177242.78	176913.78	162161.18	0.19	9.30
Villupuram	NR		NR	--	--
Thiruchirappalli	NR		NR	--	--

Source: Agmarknet

- The figure for rice arrivals in major mandis shows that Raichur and Burdwan were leading in May, 2016.

10.2 Price Movement for Rice in Major Domestic Mandis

(Unit: Rs/Tonnes)

Mandi	Prices May-2016	Prices Apr-2016	Prices May-2015	% Change(Over Previous Month)	% Change(Over Previous year)
Burdwan	20165.1	19890.8	19616.4	1.38	2.80
Midnapore	24175.8	22800.5	23000.0	6.03	5.11
Banaganapalli	24500.0	24482.8	31000.0	0.07	-20.97
Ramachandrapuram	39000.0	39235.4	36000.0	-0.60	8.33

Devariya	21157.1	20851.7	19780.0	1.46	6.96
Sitapur	21940.0	22052.2	20670.0	-0.51	6.14
Mysore	27495.5	27691.6	21834.2	-0.71	25.93
Raichur	21596.2	20627.7	23550.0	4.70	-8.30
Villupuram	NR		NR	-	-
Thiruchirappalli	NR		NR	-	-

Source: Agmarknet

11 Future Prices for Rice

(Unit: US\$/Tonnes)

Contract	04.06.16	Week ago (27.05.2016)	Month ago (04 May)	3 Month ago (04March)	6 Month ago (04 Jan)	% change over 6 Months
16-Jul	250.66	237.44	246.47	226.41	259.48	-3.40
16-Sep	256.39	242.73	252.21	231.70	265.87	-3.57
16-Nov	261.91	248.02	255.95	237.44	271.83	-3.65
17-Jan	265.87	252.21	257.94	240.96	271.83	-2.19

Source: Chicago Board of Trade (CBOT)

- Futures prices for rice are expected to decrease marginally over the previous year as shown in Table 7

12. Trade Policy

12.1 Export Policy: Export of rice (except seed quality and other rice in husk) is free, subject to condition circulated by DGFT. *

12.2 Import Policy: Import of seeds is restricted. Whereas, import of rice for human consumption is permitted through State Trading Enterprises

Exim Code	Item Description	Policy	Bound Duty	Standard Duty	Applied Duty
1006 10 10	Of Seed Quality	<i>Restricted</i>	80	80	80
1006 10 90	Other	<i>Import allowed through FCI</i>	80	80	80
1006 20 00	Husked (brown) Rice		80	80	80
1006 30 10	Rice, parboiled		70	70	70
1006 30 20	Basmati rice		70	70	70
1006 30 90	Other		70	70	70
1006 40 00	Broken rice		80	80	80

Source: Directorate General of Foreign Trade (DGFT), Department of Revenue and World Trade Organisation (WTO)

*The export of rice of seed quality and other rice in husk (paddy) has been placed from Free to Restricted category vide DGFT's notification no. 23/2015-20 dated 7th October 2015
