

Italian Market

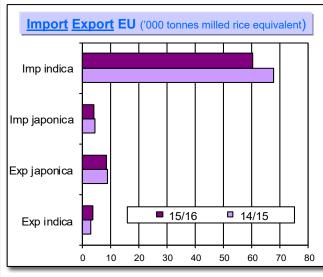
Paddy transfers	CAMPAIGN		
TYPE OF RICE	2016/17 tonnes	2015/16 tonnes	
ROUND	26,791	24,197	
MEDIUM	3,644	3,439	
LONG A	61,787	69,977	
LONG B	19,100	40,770	
TOTAL	111,322	138,383	

Estimated rice areas in 2016 Update on 12/10/2016 (provisional data)					
TYPE OF	Estimated area 2016 (hectares)	Area 2015 (hectares)	Difference		
RICE			hectares	%	
ROUND	70,800	56,946	+13,854	+0.24	
MEDIUM	9,750	9,470	+280	+2.96	
LONG A	120,150	125,869	-5,719	-4.54	
LONG B	33,600	35,044	-1,444	-4.12	
TOTAL	234,300	227,329	+6,971	+3.07	

In focus

In the last four weeks paddy transfers by farmers reached 111,322 tonnes: 61,787 tonnes of long A grain, 26,791 tonnes of round grain, 19,100 tonnes of long B grain and 3,644 tonnes of medium grain. Compared to a year ago, total transfers are down 27,061 tonnes (-20%). The right table shows the estimated rice areas in 2016. The total area is estimated 3% above the last year's result.

European Market



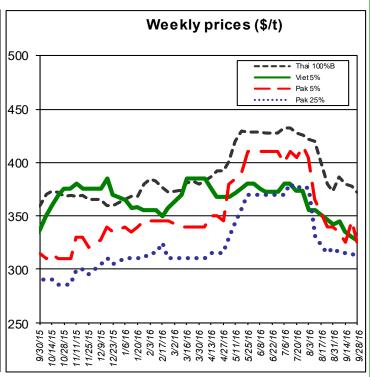
Reg. EC n. 1273/11 - Quantities to be allocated for the September 2016 subperiod				
Order number	Origin	Type of rice	Tonnes	
09.4127	U.S.A.	semi-milled and wholly milled	All quotas awarded	
09.4128	THAILAND	semi-milled and wholly milled	All quotas awarded	
09.4129	AUSTRALIA	semi-milled and wholly milled	All quotas awarded	
09.4112	THAILAND	semi-milled and wholly milled	All quotas awarded	
09.4117	INDIA	semi-milled and wholly milled	23.603	
09.4118	PAKISTAN	semi-milled and wholly milled	7.334	
09.4119	OTHER ORIGINS	semi-milled and wholly milled	All quotas awarded	
09.4168	ALL COUNTRIES	broken rice	31,788.000	

In focus

EU imports from 1st to 27 September amount to 64,304 tonnes in milled rice equivalent, 8,000 tonnes (-11%) below the previous year level. Husked Basmati rice imports amount to 29,092 tonnes, 20,041 tonnes from India and 9,051 tonnes from Pakistan, which are down 46% and 32%, respectively. Milled and semi milled rice imports, amounting to 34,073 tonnes, are down 4,700 tonnes (-12%). The trend of EU exports, amounting to 12,368 tonnes in milled rice equivalent, is approximately the same of last year.

International Markets

Milled rice international FOB quotes					
Exchange rate 1 € = 1.1225 \$					
Asian Markets	\$/t	€/t			
Thai 100%B	372	331			
Vietnam 5%	327	291			
India 5%	350	312			
Pakistan 5%	325	290			
Pakistan 25%	310	276			
Cambodia 5%	413	368			
India Basmati traditional	1,025	913			
Other Markets	\$/t	€/t			
Uruguay 5%	480	428			
Argentina 5%	480	428			
Paraguay 5%	480	428			
USA LG 2/4%	470	419			
California MG 1/4% Med	625	557			
Egypt Medium Grain 2/5%	N.A.	N.A.			
Egypt Round Grain 2/5%	N.A.	N.A.			



Japan has awarded 65,000 MTS of rice milled Medium grain to the United States and 21,000 MTS of milled Long grain to

Thailand.

Vietnam The Vietnam Food Association (VFA) is planning to increase rice exports to African countries to make up for a sharp

decline in the Chinese market: actually, exports to this market in the first eight months fell 21.4% year-on-year.

The Kharif crop will begin to arrive on the market in about one month's time. Since the crop has benefited from timely monsoonal rains, the milled production is expected to amount to 93.8 million MTS, about 3% more than the previous

year.

India

Sales of Basmati rice are limited; traders and exporters are waiting for Iran, one of the largest importers of Indian Basmati

rice, lifts ban on imports of aromatic rice from India by the end of November.

South America Brazil's national supply company, CONAB, sold a total of 25,700 MTS of paddy in their 30 September auction from the

35,000 MTS offered. CONAB have been releasing paddy stocks onto the market in an effort to lower domestic paddy

Rules and Calls for bids —

Commission Implementing Regulation (Source: O.J.E.U. of 23 September 2016 No L 258)

The European Commission has published Regulation (EU) No 2016/1715 of 23 September 2016 on the issue of licences for importing rice under the tariff quotas opened for the September 2016 subperiod by Implementing Regulation (EU) No 1273/2011.

Food Safety

Rapid Alert System (Source: EFSA)

The following notifications were sent:

- A border rejection by United Kingdom, concerning absence of health certificate(s) for red rice from China.
- A border rejection by Netherlands, concerning unauthorised ochratoxin A (22 μg/kg ppb) in brown basmati rice from India.
- An alert by Germany, concerning too high content of gluten (137 mg/kg ppm) in organic gluten-free rice rings with choco glazing made in Germany.

Other news

Discovering Italian rice (Source: Ente Nazionale Risi Note)

On 12th October 2016, Ente Nazionale Risi organized a meeting with 54 journalists, with a great success. Participants, approaching with curiosity to the world of Italian rice, discovered that rice can be cooked not only in recipes such as risotto or salad, but also in a particular recipe combining pasta with rice used as sauce. This new recipe, created and showed by the great master chef Andrea Ribaldone, is named "Spaghetto Milano": fresh pasta is topped with a cream of rice made with "Milanese risotto".

Cambodia: the government buys paddy to support prices (Source: livericeindex.com)

The Cambodian government has announced plans to purchase 90,000 MTS of paddy in a bid to stabilise declining domestic prices, which has fallen from US \$ 250 PMT in mid-August to US \$ 193 PMT last week. Since farmers are not able to cover costs, the government will pay a total of US \$ 27 million, with US \$ 300 PMT paid for dry paddy, and plans to sell the purchased rice to China.