

BLACK PEPPER

Fundamentals:

Today's Update:

- Steady to weak sentiment was witnessed in Black pepper spot market on Saturday.
- Vietnam Pepper prices as on September 23 stabilized again after falling previous price. The highest price is currently 67,000 VND/kg recorded in Ba Ria - Vung Tau. In which, the lowest price of 64,000 VND/kg was recorded in Gia Lai province. The two provinces of Dak Lak and Dak Nong have a common price of 65,000 VND/kg. Next is Dong Nai province with 65,500 VND/kg. Similarly, pepper prices today in Binh Phuoc and Ba Ria - Vung Tau were also stable at 66,000 VND/kg and 67,000 VND/kg, respectively.
- According to the International Pepper Association (IPC) on September 22 as compared to previous day as follows - Lampung black pepper (Indonesia): at \$3,878/ton, down 0.13%, Brazilian black pepper ASTA 570: at 2,750 USD/ton, unchanged, Kuching black pepper (Malaysia) ASTA: at 5,900 USD/ton, unchanged, Muntok (Indonesia) white pepper: at \$6,302/ton, down 0.14%, Malaysian white pepper ASTA: at \$7,600/ton, unchanged.
- Weak consumption demand is still the factor holding back the recovery of pepper prices in the following months, especially from the two major pepper consuming markets in the world, Europe and the US. Currently, Brazil is entering the pepper harvest, output is expected to increase by 10% compared to 2021 to 98,000 tons in 2022. Indian pepper production is expected to increase slightly. However, Vietnam's pepper production is expected to decrease due to unfavorable weather factors, while it is expected to be stable in other pepper producing countries.

Previous Update:

- According to some sources, in **India**, more than normal rainfall in July may affect pepper plants during fruiting period. Meanwhile, Sri Lanka's pepper harvest is in its final stages.
- As per current situations, AgriWatch expected India's pepper productions for 2021-22 likely to go down by 8 to 10% compared to last year. Last year (2020-21) India's Pepper production was 62,000 MT.

Black Pepper Spot Market Prices (Loose): (Rs/Qtl)					
State	Centre	Grade	24-Sep-22	23-Sep-22	Change
Kerala	Kochi Benchmark market	Ungarbled	49500	49600	-100
		Garbled	51500	51600	-100
Karnataka	Chikmagalur	Ungarbled	Closed	50300	-
Delhi	New Delhi	Unpolished	54000	54000	Unch
		550 GL	55000	55000	Unch
		Number 11.5	56000	56000	Unch
	Arrivals & Off-take in Tons				
State	Centre	Parameter	24-Sep-22	23-Sep-22	Change
Kerala	Kochi	Arrivals	18.5	9.5	9
		Off-take	18.5	9.5	9

Black Pepper FOB Prices (USD/MT)

Date	Brazil ASTA 570	ex Kochi (India) ASTA	Lampung (Indonesia) ASTA 570	Kuching (Sarawak, Malaysia) ASTA	Ho Chi Minh (Vietnam) 500g/l	Ho Chi Minh 550g/l
16-09-22	2850	6514	--	5900	3350	3600
19-09-22	2750	6509	3891	5900	3350	3600
20-09-22	2750	6509	3893	5900	3350	3600
21-09-22	2750	6491	3883	5900	3350	3600
22-09-22	2750	6406	3878	5900	3350	3600
23-09-22	2750	--	--	5900	3350	3600

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