

BLACK PEPPER

Fundamentals:

Today's Update:

- Steady to weak sentiment was witnessed in Black pepper spot market on Friday.
- Vietnam Pepper price as on last trade in the domestic market is also maintaining stable compared to previous day. Currently, the domestic pepper market is kept at 61,500 - 64,500 VND/kg. Specifically, the price of pepper in Dak Lak and Dak Nong today was purchased at 63,000 VND/kg. In Gia Lai continues to be purchased at 61,500 VND/kg. In Dong Nai remained stable, trading at 63,000 VND/kg; In Ba Ria - Vung Tau was flat, staying at 64,500 VND/kg, the highest pepper purchase level in the country; and Binh Phuoc pepper price traded at 64,000 VND/kg, reported steady.

Previous Update:

- Vietnam exported 160,891 tons in the past 8 months, but over the same period Vietnam's exports have dropped sharply by 18.6%. Similarly, the pepper exports of Brazil and Indonesia also decreased by 7.4% and 12.5%, respectively.
- In August, the top importers of Brazilian pepper include Vietnam (1,482 tons), Egypt (826 tons), the United Arab Emirates (754 tons) and India (513 tons). By the end of August, Vietnam had imported a record 10,732 tons of pepper from Brazil increasing 2.2 times in volume over the same period.
- 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.
- India imported around 7,866.68 MT garbled black pepper from January 2022 to July 2022 highest from Brazil- 3,894 MT followed by Vietnam- 2,347.60 MT.
- However, it is up by 10.63% from the same period last year. During the last year from January 21 to July 21, total imports were 7110.97 MT, highest from Vietnam- 3,038 MT followed by Brazil- 2,816.78 MT.
- India imported around 236.80 MT ungarbled black pepper, down by 80.97% from the same period last year, at 1,244.19 MT.
- 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	07-Oct-22	06-Oct-22	Change
Kerala	Kochi Benchmark market	Ungarbled	49000	49100	-100
		Garbled	51000	51100	-100
Karnataka	Chikmagalur	Ungarbled	Closed	Closed	-
Delhi	New Delhi	Unpolished	54000	54000	Unch
		550 GL	55000	55000	Unch
		Number 11.5	57500	57500	Unch
	Arrivals & Off-take in Tons				
State	Centre	Parameter	07-Oct-22	06-Oct-22	Change
Kerala	Kochi	Arrivals	18.5	19.5	-1
		Off-take	18.5	19.5	-1

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
29-09-22	2650	6316	3823	5900	3350	3600
30-09-22	2650	6303	3827	5900	3300	3400
03-10-22	2650	6277	3812	5100	3300	3400
04-10-22	2650	6286	3816	5100	3250	3350
06-10-22	2550	6214	3836	5100	3250	3350
07-10-22	2550	--	3824	5100	3250	3350

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