

BLACK PEPPER

Fundamentals:

Today's Update:

- Continued steady sentiment was witnessed in Black pepper spot market on Wednesday.
- Continuous imports from other producing countries put pressure on Indian pepper prices.
- As per trade sources, higher old stocks reported in Kerala warehouses and owners are releasing their stocks at discounted prices added the bearish sentiment. It is reported that around 7,000 to 8,000 tons of FSSAI licensed pepper are being stored in the warehouse and the owner is in the process of releasing it in parts.
- According to Cambodia's Ministry of Agriculture, the country's pepper exports fell by nearly three-quarters in the first 10 months of 2022 compared with the same period a year earlier. Producers attribute this downturn to low demand, although prices for the locally grown spice, which are tied to economic drag from the Russia-Ukraine conflict, weaken the euro against the greenback and other exchange rate fluctuations.
- In the January-October period, Cambodia's pepper exports reached 7,704.25 tons, marking a decrease of 72.12% from 27,633.77 tons in the same period last year. Vietnam is the leading purchasing country with 6,645.78 tons (equivalent to 86.26%). Other destinations were Germany (928.20 tons), USA (26.10 tons), Taiwan (21 tons), France (19.68 tons), Belgium (18.67 tons), Malaysia (14.24 tons), Czech Republic (11.30 tons), Korea (7.26 tons), Japan (3.03 tons), Sweden (2.78 tons).
- Vietnam pepper price as on 23rd November extended the sideways chain in the domestic market. In which, the highest price of 61,500 VND/kg was recorded in Ba Ria - Vung Tau province. Pepper prices remained stable in the range of 58,000 - 61,500 VND/kg in key provinces. In which, Gia Lai is the locality that recorded the lowest price with 58,000 VND/kg. Better than Dong Nai with the price of 58,500 VND/kg. The two provinces of Dak Lak and Dak Nong continue to purchase pepper at a common price of 59,500 VND/kg. Similarly, pepper prices today in Binh Phuoc and Ba Ria - Vung Tau also moved sideways at 60,500 VND/kg and 61,500 VND/kg respectively.

Previous Update:

- 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	23-Nov-22	22-Nov-22	Change
Kerala	Kochi Benchmark market	Ungarbled	48000	48000	Unch
		Garbled	50000	50000	Unch
Karnataka	Chikmagalur	Ungarbled	48500	48500	Unch
Delhi	New Delhi	Unpolished	53500	53500	Unch
		550 GL	50000	50000	Unch
		Number 11.5	56000	56000	Unch
	Arrivals & Off-take in Tons				
State	Centre	Parameter	23-Nov-22	22-Nov-22	Change
Kerala	Kochi	Arrivals	22.5	32	-9.5
		Off-take	22.5	32	-9.5

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
16-11-22	2575	--	3515	5100	3100	3200
17-11-22	2575	6500	3498	5100	3100	3200
18-11-22	2575	6500	3642	5100	3100	3200
21-11-22	2575	--	3784	5100	3100	3200
22-11-22	2575	--	3782	5100	3100	3200
23-11-22	2625	--	3786	5100	3150	3250

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