

Executive Summary:

- During the period (11th June- 17th June), onion arrival has increased by 21.75% compared to previous week. If we compared to previous year during same time arrivals has increased by 2.75%. Prices are expected to be firm in coming weeks.
- As per IBIS (International Business Information Services) around 20128 tons of processed and fresh onion has been exported during 8th June-14th June compared to previous week export of 21665 tons during 31st May- 7th June 2015.
- NAFED has procured around 1100 tons of onion from Lasalgaon and Pimpalgaon APMC to stabilize onion prices in domestic market under Price Stabilization Fund (PSF) by central Government.
- A.P contributes approximately 30% of total production in Kharif season. So far in Kurnool approximately 10600 hectares area is sown.
- In Lasalgaon market prices are stable from last one week and hovering in the range of Rs 1400- Rs 2000/ quintal.
- In Maharashtra, kharif onion transplanting may decrease due to delay in monsoon. But if monsoon is timely and proper, kharif area may increase due to higher prices this year.

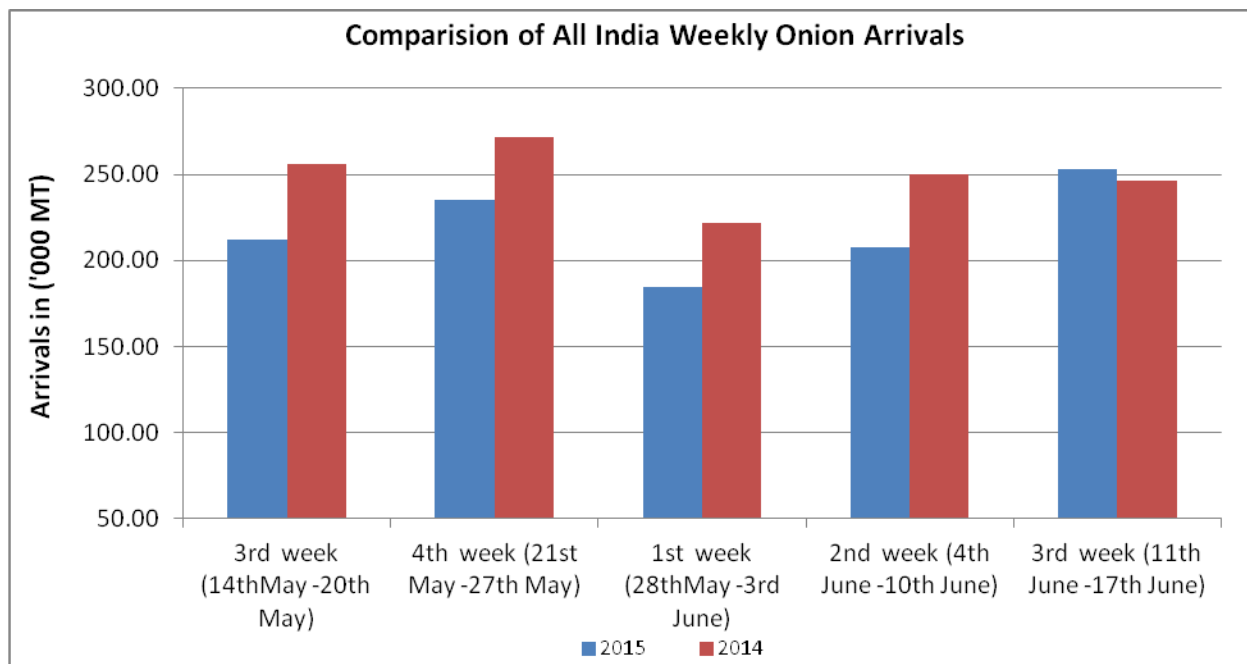
Weekly Wholesale and Retail Onion Prices (Rs/Qtl) in important markets across India

Centre	Wholesale Prices (Rs/Qtl.)#			Retail Prices (Rs./Qtl.) *		
	Current Week	Previous Week	A year ago	Current Week	Previous Week	A year ago
	As on 16.June.2015	As on 9.June.2015	As on 16.June.2014	As on 16.June.2015	As on 9.June.2015	As on 16.June.2014
DELHI	1534	NR	1233	3300	3300	2300
LUCKNOW	1800	1500	1330	2000	2000	2000
AHMEDABAD	1600	1800	1000	2200	2200	NR
INDORE	NR	NR	875	1500	1600	1800
MUMBAI	2150	2300	1800	NR	2800	2900
JAIPUR	NR	NR	NR	1500	1500	1500
BHUBANESHWAR	2600	2500	2100	2600	2600	2000
KOLKATA	NR	NR	NR	2800	2800	2200
HYDERABAD	NR	1600	1500	2400	2200	2000
BANGALORE	NR	NR	1650	2800	2800	2400
TRIVANDRUM	NR	NR	NR	3100	3100	2900
CHENNAI	NR	NR	NR	2700	2800	2400

(Source: #Agmarknet, *Consumer Affairs)

The above table depicts the wholesale and retail prices in major markets. Mixed variation of Prices was seen in wholesale markets due to higher arrivals as farmers are releasing their stocks in expectation that their crop may get spoil as shelf life has declined a lot. Onion prices are expected to remain range bound for next few weeks and expected to increase ahead.

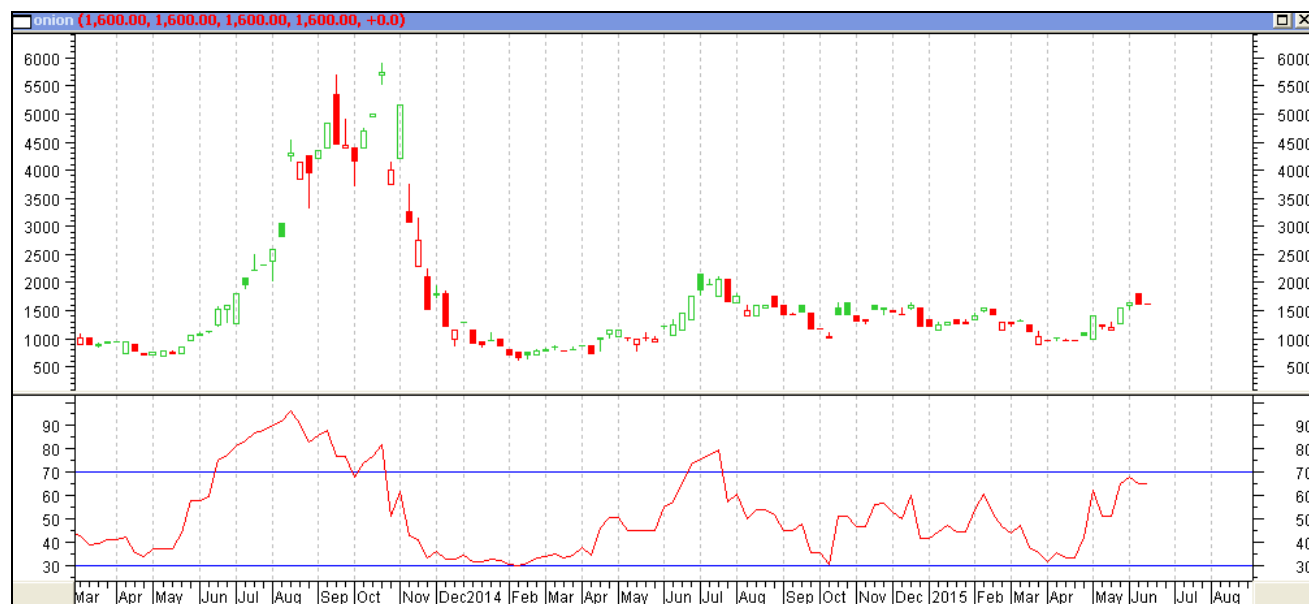
All India Weekly Arrival



(Source: Agmarknet)

Higher supply reported in 3rd week of June as compared to previous week but expected to remain lower in coming weeks as good quality onion crop is stored by farmers in expectation of higher prices ahead. Arrivals have increased this week because farmers are releasing their stocks in fear of that crop may get spoil due to lower shelf life.

Technical Analysis of Onion Prices at Lasalgaon, Nasik:



(Note: Each bar or "candle" in the chart shows the price movement in a particular week. The green candle signifies prices increased and red candle signifies prices decreased in that week. The length of the "candle" shows the upper and lower end of the price range for the week.)

16 June, 2015

The above chart depicts the weekly price movement of onion in the benchmark of Lasalgaon mandi of Nasik. Candlestick chart indicates Range bound market in coming weeks for short term. Relative Strength Indicator (RSI) is moving towards overbought region. On the upper side prices may find resistance at a level of Rs 2200/ quintal whereas on the lower side prices may find long term support at a level of Rs 1200/ quintal. Overall market is expected to remain range bound for coming weeks.

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