

Executive Summary:

- During the period (1st July - 7th July), onion arrival has increased by 1.37% compared to previous week. If we compared to previous year during same time arrivals has also increased by 23%. Onion prices are expected to be bearish in coming weeks.
- As per IBIS (International Business Information Services) around 16567 tons of processed and fresh onion has been exported during 29th June 2015 to 05th July 2015.
- In Karnataka, kharif sowing is in progress. As on 29.06.2015 41807 hectares of area is sown from a targeted area of 120240 hectares. Maximum sowing is done in Dharwad district so far 29740 hectares.
- In Andhra Pradesh, Kharif sowing is in progress, till 08-07-2015, 4825 hectares Onion sown as compared to last year same period 5216 hectares and Kurnool district contribute approximately 30% to total production in State. So far 4612 hectares of area is sown in Kurnool district.
- In Delhi, modal onion prices are Rs 1550/ quintal compared to previous year price of Rs 2150/ quintal, current year lower prices reported due to increasing arrivals from producing regions and rainy season demand reported lower.
- Onion new crop arrivals from Southern part of the country mainly from Karnataka likely to come from August month, may cap on prices further.

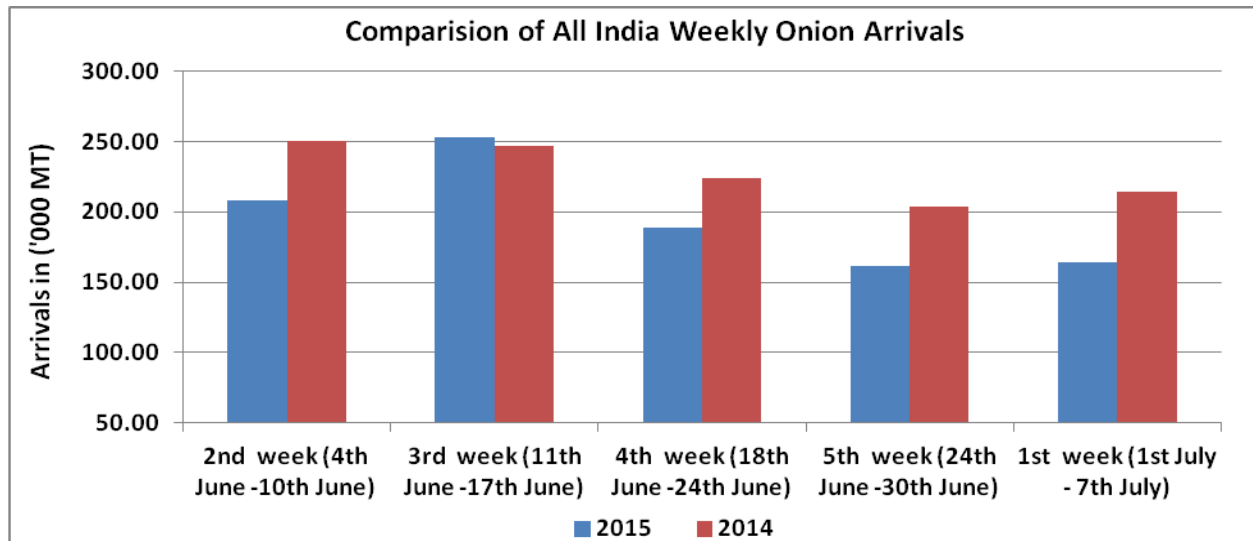
Weekly Wholesale and Retail Onion Prices (Rs/Qtl) in important markets across India

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 7.July.2015	As on 30.June.2015	As on 7.July.2014	As on 7.July.2015	As on 30.June.2015	As on 7.July.2014
DELHI	1545	1619	2171	3600	3500	3400
LUCKNOW	1900	1950	1900	3000	3000	3000
AHMEDABAD	1500	1600	NR	3000	3000	2700
INDORE	NR	1250	1500	1500	1500	2700
MUMBAI	1900	NR	2150	2500	2600	2900
JAIPUR	1600	NR	NR	1700	1700	2200
BHUBANESHWAR	NR	1900	2400	2500	2500	3000
KOLKATA	NR	NR	NR	3000	3000	3400
HYDERABAD	1700	1600	2200	2500	2500	2600
BANGALORE	NR	NR	2300	3000	3000	3000
TRIVANDRUM	NR	NR	NR	4000	3200	3300
CHENNAI	NR	NR	NR	2900	2700	2700

(Source: #Agmarknet, *Consumer Affairs)

The above table depicts the wholesale and retail prices in major markets. Wholesale prices are reported lower during the week and prices in retail market have reported mixed. Increasing supply put cap on prices at higher levels. Onion prices are expected to go down in coming weeks due to increasing supply.

All India Weekly Arrival



(Source: Agmarknet)

Increasing supply reported in 1st week of July as compared to previous week and expected to remain increase in coming weeks as supply comes from Southern states of the country in August month.

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.)

The above chart depicts the weekly price movement of onion in the benchmark of Lasalgaon mandi of Nasik. Candlestick chart indicates range bound movement in the market. Onion prices reported correction from its support level during the week. Relative Strength Indicator (RSI) is moving in neutral region indicates firmness in market. On the upper side prices may find resistance at a level of Rs 1800/ quintal if it breaks it move towards 2100/ qtl, whereas on the lower side prices may find long term support at a level of Rs 1200/ quintal. Overall market is expected to remain firm for coming weeks.

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