

### RED CHILLI

#### Fundamentals:

#### Today's Update:

- Steady to weak sentiment was reported in the Red Chilli spot markets on Monday.
- As previously mentioned, market correction could lead to an increase in demand for Chilli Oleoresin Companies such as Synthite and Plant Lipids, resulting in a rise in demand for the 5531 variety.
- However, despite this demand, the market is currently experiencing significant supply pressure which has caused a decrease in prices.
- Furthermore, there is an overall low demand for other Red Chilli varieties in the Byadgi, Karnataka market as of today. The price for the 5531 variety is currently reported at INR 16,000-19,000 per quintal, with an overall arrival of 2,87,000 bags. This is an increase of 62,000 bags from the previous day.
- As Indian Red Chilli prices are trading at higher range, demand from China reported lower in the domestic market. Till March 2023 Vietnam exported 2,671 tons of Red chili, compared to the same period in 2022, the export volume increased by 49.2%. China is the main export market of Vietnamese chili, accounting for 88.2%, reaching 2,355 tons and increasing by 57% compared to the same period last year.
- Red Chilli prices may correct by INR 500 to 1,000 per quintal in coming days, Stockists may accumulate stocks at this prices level.

#### Previous Update:

- **Weather Update:** - It is anticipated that the 2023 monsoon season will be below normal, amounting to approximately 94% of the Long Period Average (LPA) of 868.6mm, for the four-month period from June to September. There is no likelihood of excessive rainfall (seasonal rainfall more than 110% of LPA), and only a 15% chance of above-normal rainfall (seasonal rainfall between 105-110% of LPA). Meanwhile, there is a 25% chance of normal rainfall (seasonal rainfall between 96-104% of LPA), a 40% chance of below-normal rainfall (seasonal rainfall between 90-96% of LPA), and a 20% chance of drought (seasonal rainfall below 90% of LPA).
- As per AgriWatch estimates, Red Chilli all India production for 2023 is estimated at 15.56 lakh metric tonne (LMT). Last year's production was 14.07 lakh MT, up by 10.59%.

Red Chilli Spot Market Prices(Loose): (Rs/Qtl)							
State	Centre	Grade	17-Apr-23	17-Apr-23	15-Apr-23	15-Apr-23	Change
			Low	High	Low	High	
Andhra Pradesh	Guntur Benchmark market	NCDEX Quality	18000	19000	Closed	Closed	-
		LCA 334 (S4)	19000	21000	Closed	Closed	-
		Teja (S17)	19000	22500	Closed	Closed	-
		No. 273	19000	21000	Closed	Closed	-
		No. 5	19000	21000	Closed	Closed	-
		Fatki	13000	14000	Closed	Closed	-
		Byadgi	22000	27000	Closed	Closed	-
		US 341	18000	21500	Closed	Closed	-
		Denvor Delux	18000	21000	Closed	Closed	-
		Indam 5	19000	21500	Closed	Closed	-
Telangana	Warangal	Teja	19000	21200	Closed	Closed	-
		Wonder Hot	30000	34500	Closed	Closed	-
		341	18500	20300	Closed	Closed	-

		Denvor Delux	18500	20300	Closed	Closed	-
		Paprika	50000	66000	Closed	Closed	-
		Fatki	10000	15500	Closed	Closed	-
	Khammam	Teja (Cold storage)	NA	NA	Closed	Closed	-
		Teja (Non cold storage)	18300	23500	Closed	Closed	-
Madhya Pradesh	Bedia	No. 12	NR	NR	NR	NR	-
		Indu 2070	NR	NR	NR	NR	-
		Fatki	NR	NR	NR	NR	-
		Jhankar	NR	NR	NR	NR	-
		Ganesh	NR	NR	NR	NR	-
Delhi	New Delhi	Teja(Khamam)	26000	26500	Closed	Closed	-
		M.P. MacoTeja	NA	NA	Closed	Closed	-
		Pala 12	NA	NA	Closed	Closed	-
		LCA 334	25500	26000	Closed	Closed	-
		Fatki	13500	14500	Closed	Closed	-
		Packing	NA	NA	Closed	Closed	-
Karnataka	Byadgi	2043 Best	33000	36000	Closed	NA	-
		5531 Best	16000	19000	NA	NA	-
		5531 M Best	NA	NA	NA	NA	-
		Dabbi Dlx Local	45000	55000	NA	NA	-
		Dabbi Medium Best (Local)	NA	NA	NA	NA	-
		Dabbi Best (Bellary)	NA	NA	NA	NA	-
		KDL Deluxe (Local)	NA	NA	NA	NA	-
		KDL Deluxe (Bellary)	NA	NA	NA	NA	-
		KDL Best(Local)	36000	42000	NA	NA	-
		KDL Best(Bellary)	NA	NA	NA	NA	-
		KDL Medium	NA	NA	NA	NA	-
		Denvor Deluxe	17000	20000	NA	NA	-
		2043	36000	42000	NA	NA	-
		5531	16000	19000	NA	NA	-
		C 5	NA	NA	NA	NA	-
		KDL Fatki	9000	11000	NA	NA	-
		Seed Fatki	NA	NA	NA	NA	-
		Arrivals & Off-take in bags (1 bag = 45 Kg), (1 bag = 38Kgs)*					
State	Centre	Parameter	17-Apr-23		15-Apr-23		Change
Andhra Pradesh	Guntur	Arrivals	200000		Closed		-
		Off-take	120000		Closed		-
Telangana	Warangal	Arrivals	70000		Closed		-
	Khammam	Arrivals (Cold storage) *	NA		Closed		-
		Arrivals (Non cold storage) *	60000		Closed		-
Karnataka	Byadgi	Arrivals	287000		NA		-

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