

RED CHILLI

Fundamentals:

Today's Update:

- Mostly steady sentiment was reported in the Red Chilli spot markets on Thursday. Warangal market will remain closed from 14 June 2023 to 19 June 2023.
- The Red Chilli prices are expected to maintain a bullish sentiment in the medium term due to export demand from China and other countries, as well as from Oleoresin companies and masala companies. However, in the long term, particularly between August and September, prices are likely to decrease due to higher stock availability.
- The Byadgi market witnessed a mixed sentiment during the day, due to weak demand. As a result, the KDL Best (Local) price remained steady at INR 30,000-35,000 per quintal, stable from the previous trading day. However, the 2043 variety recorded a decline of 3.23% from the previous trading day, with prices reported at INR 25,000-30,000 per quintal. The arrivals for the day were reported at 6,000 bags, which is a decrease of 3,000 bags compared to the previous day. This decline is attributed to farmers and stockists who are optimistic about further price increases. Consequently, they are reluctant to sell their stocks at the moment.
- AgriWatch predicts that despite the increased arrivals, prices in the cash markets of Karnataka will remain stable and comfortable. This is primarily due to the sustained demand from major importers, particularly China, Bangladesh, and Sri Lanka.
- AgriWatch anticipates an increase in supply pressure during this week, driven by improved demand from China, Bangladesh, Malaysia, and Indonesia. Farmers and stockists may also be apprehensive about price declines resulting from higher production as the sowing process commences. Consequently, they are expected to release their stocks to secure profits.

Previous Update:

- Farmers and stockists in the Red Chilli growing regions of Madhya Pradesh are expected to reduce the sowing area for Red Chilli crop and opt for cotton crop instead, which offers higher returns.
- In May 2023, Vietnam witnessed a significant increase in chili exports, with a total volume of 5,914 tonnes. This reflects a remarkable growth of 101.9% compared to the corresponding period of the previous year. Among the various export destinations, China stands out as the primary market for Vietnamese chili, accounting for 90.7% of the total export volume, equivalent to 5,362 tonnes.
- 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	15-Jun-23	15-Jun-23	14-Jun-23	14-Jun-23	Change
			Low	High	Low	High	
Andhra Pradesh	Guntur Benchmark market	NCDEX Quality	20000	22000	20000	22000	Unch
		LCA 334 (S4)	23000	24000	22000	24000	Unch
		Teja (S17)	23500	24500	20000	24500	Unch
		No. 273	21000	22000	21000	22000	Unch
		No. 5	24000	25000	23000	25000	Unch
		Fatki	10000	15000	10000	15000	Unch
		Byadgi	22000	27500	22000	27500	Unch
		US 341	23000	24000	23000	24000	Unch
		Denvor Delux	22000	23000	22000	23000	Unch
		Indam 5	24000	25000	24000	25000	Unch

Telangana	Warangal	Teja	Closed	Closed	Closed	Closed	-
		Wonder Hot	Closed	Closed	Closed	Closed	-
		341	Closed	Closed	Closed	Closed	-
		Denvor Delux	Closed	Closed	Closed	Closed	-
		Paprika	Closed	Closed	Closed	Closed	-
		Fatki	Closed	Closed	Closed	Closed	-
	Khammam	Teja (Cold storage)	23000	24300	23000	24400	-100
		Teja (Non cold storage)	15000	20000	13000	20000	Unch
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)	24500	25000	24500	25000	Unch
		M.P. MacoTeja	NA	NA	NA	NA	-
		Pala 12	NA	NA	NA	NA	-
		LCA 334	23500	24000	23000	23500	500
		Fatki	12000	12500	12000	12500	Unch
		Packing	NA	NA	NA	NA	-
Karnataka	Byadgi	2043 Best	25000	30000	NA	NA	-
		5531 Best	13000	16000	NA	NA	-
		5531 M Best	NA	NA	NA	NA	-
		Dabbi Dlx Local	NA	NA	NA	NA	-
		Dabbi Medium Best (Local)	45000	49000	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)	NA	NA	NA	NA	-
		KDL Best(Bellary)	NA	NA	NA	NA	-
		KDL Medium	10000	13000	NA	NA	-
		Denvor Deluxe	NA	NA	NA	NA	-
		2043	46000	49000	NA	NA	-
		5531	13000	16000	NA	NA	-
		C 5	NA	NA	NA	NA	-
		KDL Fatki	7000	9000	NA	NA	-
		Seed Fatki	NA	NA	NA	NA	-
		Arrivals & Off-take in bags (1 bag = 45 Kg), (1 bag = 38Kgs)*					
State	Centre	Parameter	15-Jun-23		14-Jun-23		Change
Andhra Pradesh	Guntur	Arrivals	25000		25000		Unch
		Off-take	20000		18000		2000
Telangana	Warangal	Arrivals	Closed		Closed		-
	Khammam	Arrivals (Cold storage) *	3000		3000		Unch
		Arrivals (Non cold storage) *	4000		4000		Unch
Karnataka	Byadgi	Arrivals	6000		NA		-

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