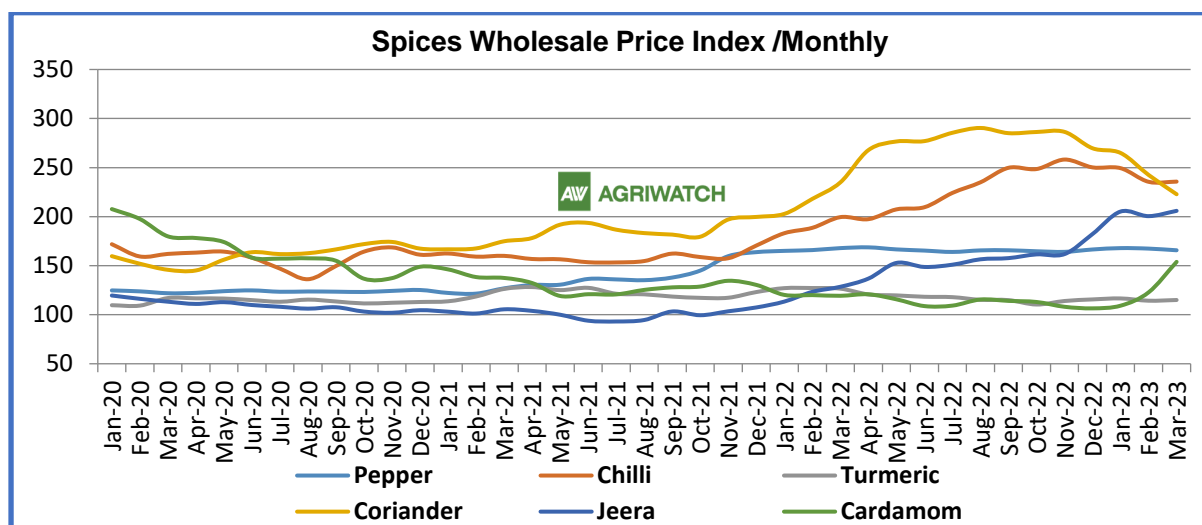


---

# Red Chilli Weekly Research Report

---

### Spices Wholesale Price Index /Monthly

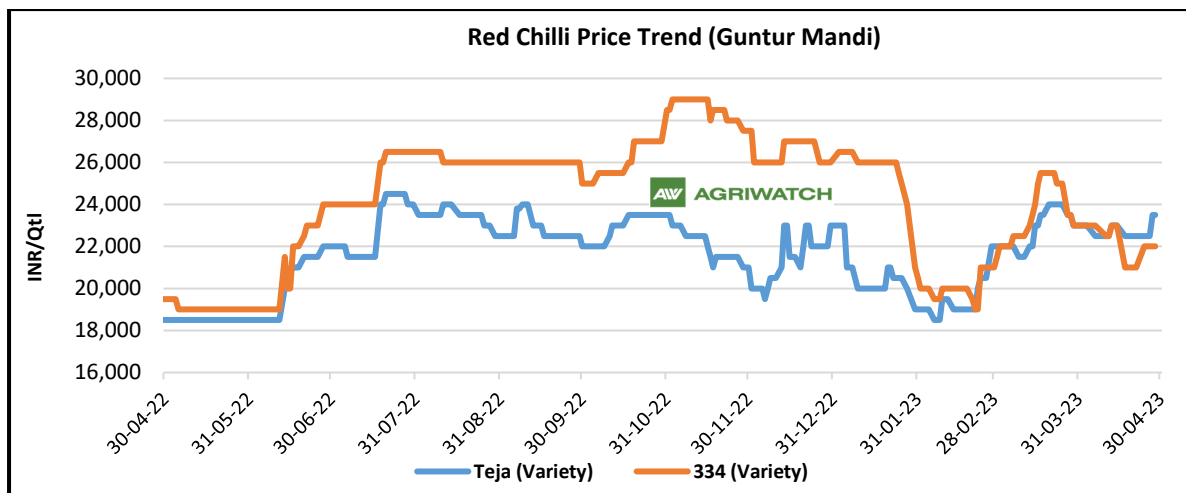


Months	Pepper	Chilli	Turmeric	Coriander	Jeera	Cardamom
Jan-23	167.9	249.4	116.6	264.9	205.2	109.2
Feb-23	167.4	235.5	114.3	242.5	200.5	122.8
Mar-23	165.7	235.7	115	222.8	205.9	153.9
Change Over Previous Month	-1.7	0.2	0.7	-19.7	5.4	31.1

Source - MINISTRY OF COMMERCE & INDUSTRY. Base year – 2011-12

## FUNDAMENTAL ANALYSIS

### RED CHILLI

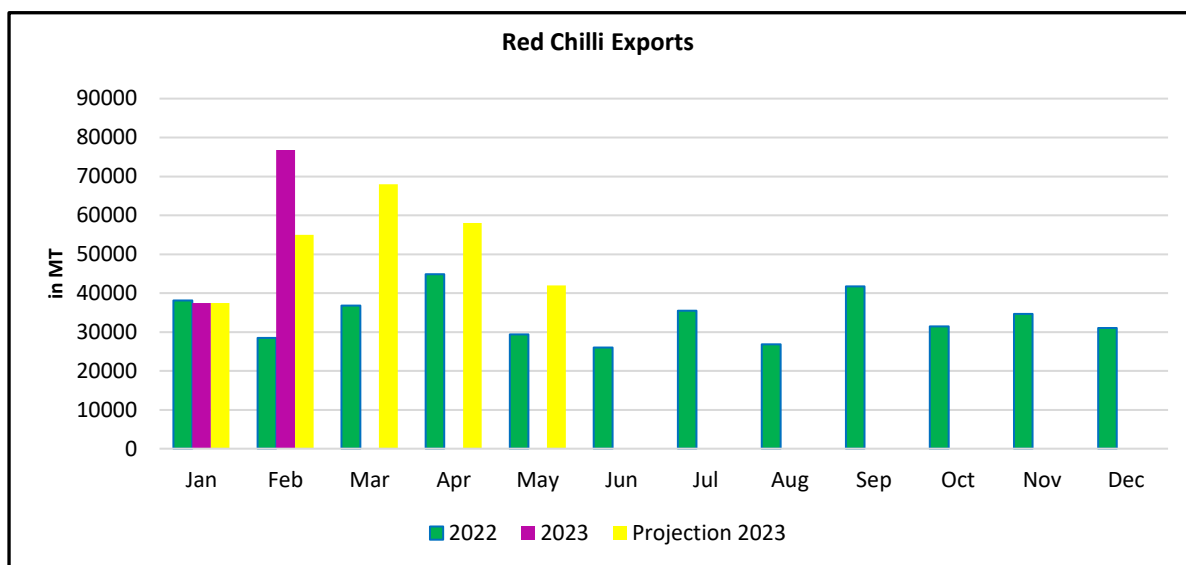


- Mixed sentiment was witnessed in the Red Chilli spot market during the week under review.
- At present, there is a strong demand for Teja and 334 varieties of chili peppers in the international market, particularly from countries such as China, Malaysia, and Bangladesh, among others. Teja variety is mainly exported from Khammam and Warangal markets, and from Guntur market the 334 variety exports.
- In Byadgi, Chilli prices likely to go down further as buyers are inactive. Chilli Oleoresin companies are not in a hurry for buying. Huge arrivals have been reported.
- By the next 10 to 15 days, cold storages in Karnataka are expected to reach their full capacity, and a significant number of bulk stocks will need to be stored outside the cold storage due to higher production.
- As of April 27th, 2023, there were approximately 12 lakh bags of stocks reported in cold storages in Raichur, Devadurga, Shahpur, and Gulberga, around 25 lakh bags in Ballari, 29 lakh bags in Byadgi, and 2 lakh bags in Hubli, resulting in a total of 68,00,000 bags of stocks.
- In AP, around 98 cold storages have total capacity of around 89,32,000 bags and as per trade sources, as of now they are filled with 42,89,334 bags stocks.
- The recent heavy rain and gales in the Palnadu region, particularly in Prathtipadu and Pedakurapadu mandals in AP, have raised concerns among farmers about the potential damage to their red chilli stocks, which are currently drying up in their fields.
- The farmers in the region fear that this damage could result in traders offering lower prices due to the inferior quality of the red chillies. Some farmers have taken precautions by covering their red chilli stocks with plastic covers in response to the warning issued by the Meteorological department. However, this approach may not be feasible for all farmers in the region.
- AgriWatch expects, sowing for the upcoming season (2023-24) in Karnataka producing districts will commence by the end of June or in the first week of July. Due to the higher price range, there is a possibility that the area under Chilli cultivation may increase in the district.

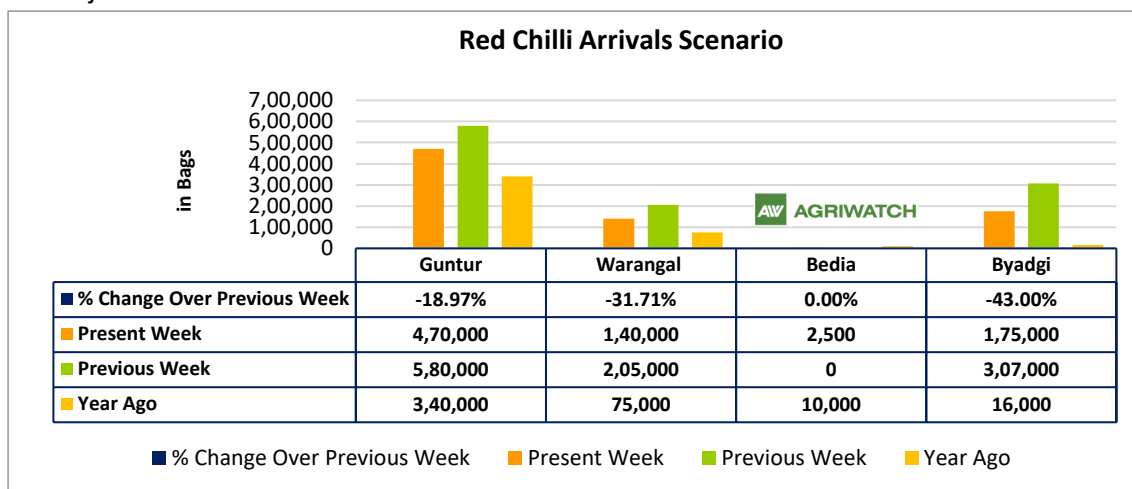
### Outlook: -

For the next week, the price range for Red Chilli 334 quality (S4) in the Guntur market is expected to be between INR 20,000 to INR 24,000 per quintal (low to high).

## Red Chilli Export Scenario



- In February 2023 (Acc. to gov. data), Red Chilli exports increased by 105.08% over the previous month as a result of increased supply of premium quality and a very strong demand, primarily from China, the United States, Bangladesh, Malaysia and Indonesia.
- Red Chilli exports in February were 76,760 Mt, up from 37,429 MT in January 2023 and 28,498 MT during the same period last year.
- However, AgriWatch anticipates a decline in export demand for April and May 2023, with volumes expected to reach approximately 0.58 million LMT and 0.42 LMT respectively. This is because buyers and importers are currently waiting for prices to correct, particularly for the 334 and Teja varieties.



- Although arrivals in the Red Chilli cash markets have decreased compared to the previous week, but still it remains at a significant bulk quantity, as farmers and stockists' concerns over a decline in prices on higher production.
- Agriwatch forecasts that bulk quantity arrivals will persist in the upcoming week as well.

## Red Chilli Spot Prices Weekly Change, Loose Prices (Rs/Qtl)

State	Centre	Grade	% Change Over Previous Week	Today	Week Ago	Month Ago	Year Ago
				28-Apr-23	21-Apr-23	28-Mar-23	28-Apr-22
Andhra Pradesh	Guntur Benchmark market	NCDEX Quality	-5.26	18000	19000	22000	17500
		LCA 334	4.76	22000	21000	23500	19500
		Teja	4.44	23500	22500	23500	18500

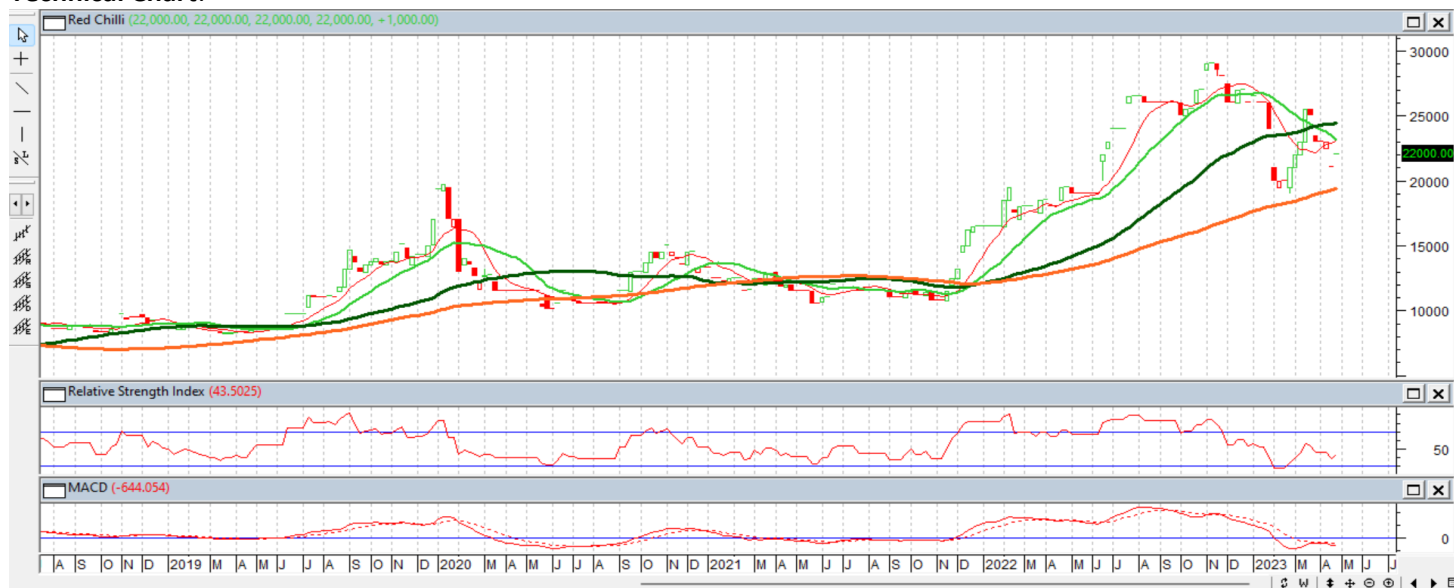
		No. 273	Unch	20000	20000	24000	20000
		No. 5	Unch	22000	22000	24000	21000
		Fatki	-3.57	13500	14000	15000	12000
		Byadgi	Unch	27000	27000	30000	21000
		US 341	Unch	21500	21500	23500	22000
		Denvor Delux	Unch	20000	20000	23500	21000
		Indam 5	2.33	22000	21500	24000	21000
Telangana	Warangal	Teja	-0.46	21500	21600	22300	17500
		Wonder Hot	-4.12	32600	34000	35000	26000
		341	2.56	20000	19500	23500	24000
		Denvor Delux	Unch	20000	20000	23500	23800
		Paprika	Unch	65000	65000	74000	55000
		Fatki	-3.70	13000	13500	17500	11000
	Khammam	Teja (Cold storage)	--	NA	NA	NA	NA
		Teja (Non-Cold storage)	2.22	23000	25500	22500	18300
Madhya Pradesh	Bedia	No. 12	--	25000	Closed	Closed	NA
		Fatki	--	15000	Closed	Closed	11000
		Jhankar	--	19000	Closed	Closed	NA
Delhi	New Delhi	Teja(Khammam)	-1.96	25000	25500	27000	22000
		LCA 334	-2.00	24500	25000	26000	18500
		Fatki	Unch	13000	13000	14500	7500
Karnataka	Byadgi	2043 Best	Unch	33000	33000	47000	28500
		5531 Best	-6.67	14000	15000	17000	18000
		Dabbi Dlx Local	5.88	54000	51000	64000	35000
		KDL Best(Local)	5.71	44400	42000	55000	28000
		KDL Fatki	Unch	11000	11000	11000	3500

## TECHNICAL ANALYSIS

### RED CHILLI – Technical Outlook

### Guntur LCA 334 Spot prices -Weekly time frame

#### Technical Chart:



#### Technical Commentary:

- During the week under review Red Chilli market remained steady at INR 22,000.
- Market is currently trading below 9,18,50 DMA while it is above 100 DMA indicating weak momentum.
- RSI at 43, indicating weak buying strength. MACD is indicating steady to weak momentum.

Strategy: Sell		S2	S1	PCP	R1	R2
NCDEX	Apr	18000	19000	22000	23500	24000
Weekly Trade Call		Call	Entry	T1	T2	SL
NCDEX	Apr	Sell	Above 22000	21000	20000	23000

**Disclaimer**

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. The use of data and information contained in this report is at your own risk. This document is not, and should not be construed as an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> © 2023 Indian Agribusiness Systems Ltd.