

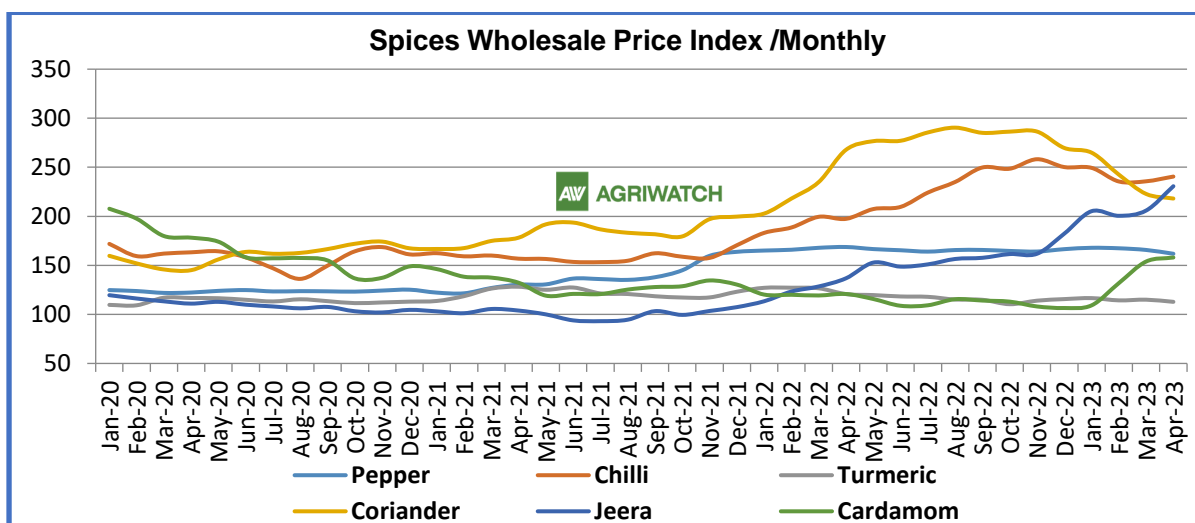
---

# Red Chilli Weekly Research Report

---

AGRIWATCH

### Spices Wholesale Price Index /Monthly

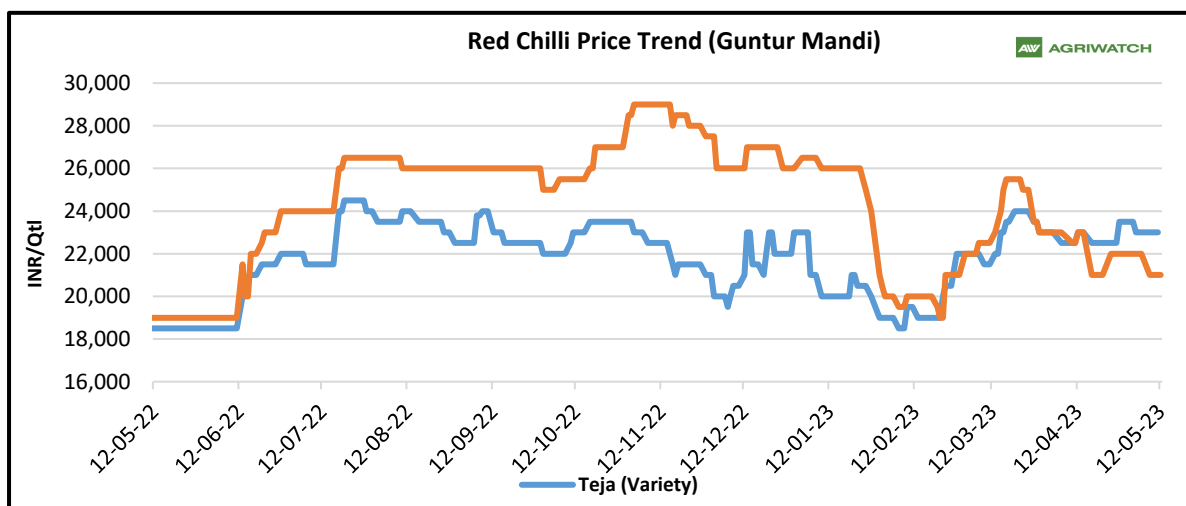


| Months                     | Pepper | Chilli | Turmeric | Coriander | Jeera | Cardamom |
|----------------------------|--------|--------|----------|-----------|-------|----------|
| Feb-23                     | 167.4  | 235.5  | 114.3    | 242.5     | 200.5 | 131.9    |
| Mar-23                     | 165.7  | 235.7  | 115      | 222.8     | 205.9 | 153.9    |
| Apr-23                     | 161.8  | 240.5  | 112.8    | 218.1     | 230.7 | 158      |
| Change Over Previous Month | -3.9   | 4.8    | -2.2     | -4.7      | 24.8  | 4.1      |

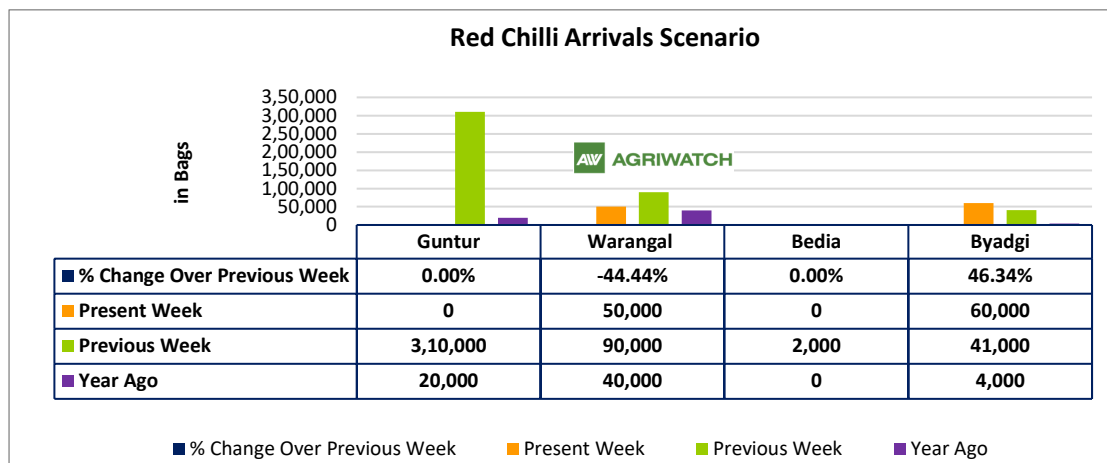
Source - MINISTRY OF COMMERCE & INDUSTRY. Base year – 2011-12

## FUNDAMENTAL ANALYSIS

### RED CHILLI



- Mixed sentiment was reported in the Red Chilli spot markets during the week under review.
- Red Chilli Khammam spot market is closed since 15th May 2023 for summer and will reopen on 5th June 2023. Red Chilli Guntur spot market also closed on 15th May 2023 and will reopen on 12th June 2023.
- As per the trade sources, the AP cold storage are likely filled with approximately 65-75 lakh bags, whereas the Telangana cold storage is expected to store between 55-60 lakh bags, and Karnataka cold storages may store around 70-80 lakh bags due to higher production.
- Prices are anticipated to rise by INR 2,000-3,000 per quintal after the reopening of the markets due to export demand from China and other countries, Oleoresin companies, and Masala companies. However, in the long term, between August and September, prices are likely to decrease due to higher stock availability.
- Last picking Red Chilli quality are arriving in the Warangal and Karnataka market but have lower demand due to inferior quality. Also, most of the Masala companies and stockists have fulfilled their requirement and now waiting for the start of premium quality cold storage arrivals which will start from 15 June, 2023.
- The demand for Red Chilli exports is anticipated to decrease in May as buyers are currently waiting for cold-storage arrivals. However, there is expected to be a surge in demand in June and July, particularly for premium quality Red Chillies.
- 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 state.



- As summer vacation holidays have started, no arrivals were reported in the Guntur market. As we mentioned last week, the last picking is currently underway, resulting in weak supply pressure in the Warangal market due to weak demand. However, the Byadgi market is experiencing strong supply pressure due to arrivals from cold storage as well as inferior quality supply, with weak demand.
- Agriwatch predicts, there will be a decrease in arrivals in the cash markets in the coming week as most of the stocks are currently stored in cold storage and farmers and stockists are expecting prices to rise further starting in June.

| Red Chilli Spot Prices Weekly Change, Loose Prices (Rs/Qtl) |                         |                         |                             |           |           |           |           |
|---|-------------------------|-------------------------|-----------------------------|-----------|-----------|-----------|-----------|
| State   | Centre                  | Grade                   | % Change Over Previous Week | Today     | Week Ago  | Month Ago | Year Ago  |
|   |                         |                         |                             | 19-May-23 | 12-May-23 | 19-Apr-23 | 19-May-22 |
| Andhra Pradesh  | Guntur Benchmark market | NCDEX Quality           | --                          | Closed    | 18000     | 19000     | Closed    |
|   |                         | LCA 334                 | --                          | Closed    | 21000     | 21000     | Closed    |
|   |                         | Teja                    | --                          | Closed    | 23000     | 22500     | Closed    |
|   |                         | No. 273                 | --                          | Closed    | 21000     | 20000     | Closed    |
|   |                         | No. 5                   | --                          | Closed    | 22000     | 22000     | Closed    |
|   |                         | Fatki                   | --                          | Closed    | 15000     | 14000     | Closed    |
|   |                         | Byadgi                  | --                          | Closed    | 27000     | 27000     | Closed    |
|   |                         | US 341                  | --                          | Closed    | 22000     | 21500     | Closed    |
|   |                         | Denvor Delux            | --                          | Closed    | 22000     | 20000     | Closed    |
|   |                         | Indam 5                 | --                          | Closed    | 22000     | 21500     | Closed    |
| Telangana   | Warangal                | Teja                    | 0.94                        | 21500     | 21300     | 21800     | 17000     |
|   |                         | Wonder Hot              | 9.38                        | 35000     | 32000     | 32000     | 26000     |
|   |                         | 341                     | -2.33                       | 21000     | 21500     | 19700     | 24000     |
|   |                         | Denvor Delux            | -2.33                       | 21000     | 21500     | 21000     | 23800     |
|   |                         | Paprika                 | --                          | NA        | NA        | 65000     | 55000     |
|   |                         | Fatki                   | 7.69                        | 14000     | 13000     | 16500     | 10000     |
|   | Khammam                 | Teja (Cold storage)     | --                          | Closed    | NA        | NA        | Closed    |
|   |                         | Teja (Non-Cold storage) | --                          | Closed    | 23000     | 23000     | Closed    |
| Madhya Pradesh  | Bedia                   | No. 12                  | -3.57                       | 27000     | 28000     | Closed    | Closed    |
|   |                         | Fatki                   | -2.94                       | 16500     | 17000     | Closed    | 13000     |
|   |                         | Jhankar                 | --                          | Closed    | 18000     | Closed    | 19000     |
| Delhi   | New Delhi               | Teja(Khammam)           | 1.96                        | 26000     | 25500     | 25500     | 21800     |
|   |                         | LCA 334                 | Unch                        | 24500     | 24500     | 25000     | 18500     |
|   |                         | Fatki                   | Unch                        | 13000     | 13000     | 14500     | 7500      |
| Karnataka   | Byadgi                  | 2043 Best               | 6.06                        | 35000     | 33000     | 33000     | 21000     |
|   |                         | 5531 Best               | Unch                        | 14000     | 14000     | 15000     | 16500     |
|   |                         | Dabbi Dlx Local         | -6.00                       | 47000     | 50000     | 51000     | 36500     |

|  |                 |               |       |       |       |       |
|--|-----------------|---------------|-------|-------|-------|-------|
|  | KDL Best(Local) | <b>-4.55</b>  | 42000 | 44000 | 42000 | 29500 |
|  | KDL Fatki       | <b>-10.00</b> | 9000  | 10000 | 11000 | 3500  |

#### 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.

AGRIWATCH