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SPICES MARKET OVERVIEW

JUNE 2024

A monthly summary of the spice crops and market conditions from growing regions.

WEATHER FORECAST:

Key States Rainfall from 1st March 2024 to 24th May 2024

States	Actual mm	Normal mm	% Departure	Category
Andhra Pradesh	80.1	77.7	3%	Normal
Telangana	78.7	56.3	40%	Excess
Maharashtra	44.9	20.1	124%	Large Excess
Karnataka	121.4	94	29%	Excess
Kerala	359.9	283.5	27%	Excess
Tamil Nadu	136.7	110.3	24%	Excess

- Heat wave to severe heat wave conditions prevailed over most parts of Rajasthan; in many parts of Punjab, Haryana-Chandigarh-Delhi, in some parts of Madhya Pradesh; in isolated pockets of Uttar Pradesh. Heat wave conditions prevailed in isolated pockets of Jammu-Kashmir, Himachal Pradesh, Gujarat, Vidarbha. Heat wave conditions have been prevailing over Gujarat since 15th; Haryana, Chandigarh & Delhi, Rajasthan since 17th and over West Madhya Pradesh & West Uttar Pradesh since 18th May 2024.
- Warm night conditions observed in isolated pockets of Haryana, Uttar Pradesh and Madhya Pradesh.
- The highest maximum temperature of 49.4°C was reported at Phalodi (West Rajasthan) over the country.
- Heavy to very heavy rainfall with extremely heavy falls observed at isolated places over Meghalaya, Tripura; Heavy to very heavy rainfall at isolated places over Assam, Nagaland, Manipur, Mizoram, Kerala and Mahe.
- Gusty winds/squally winds data reported over the country.

*IMD - India Meteorological Department.

RAW MATERIALS: BLACK PEPPER

Global Market Scenario

-  Black pepper market in May indicated a firm trend throughout all markets. High demand and low availability are driving the market forward.
-  The Indian pepper price for both local and international continued to report an increasing trend.
-  The local and international price for Indonesian pepper reported an increasing trend in May which was partially contributed by the strengthening of Indonesian Rupiah against the US Dollar - 1% appreciation.
-  Even though the Sri Lankan rupee weakened against the US Dollar - 1% depreciation, the local price for Sri Lankan pepper reported an increasing trend.
-  The local and international price for Vietnamese pepper price continued to report an increasing in May. The surge in domestic black pepper prices is attributed to a combination of supply shortages and increased demand in major markets such as Europe, US and China.

INDIA

Season

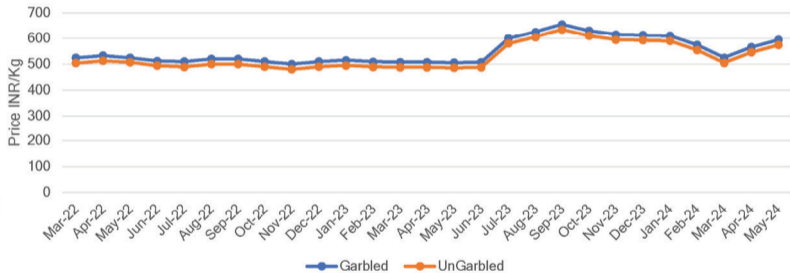
BLACK PEPPER	INDIA	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
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Crop Status & Market Trend:

- Black Pepper prices have indicated an increasing trend in May.
- The decrease in overall production is the main reason for the increase in the price of pepper.
- Pepper is not available as per the demand in the domestic market. This has led to increase in imports from other origins.
- The growers are anticipating a further price increase and hence are holding to their stocks which has led to the shortage of arrival in the markets.
- Ungarbled pepper was traded at INR. 574/kg whereas garbled pepper was traded at INR. 594/kg levels at domestic markets.



Price Trend - Black Pepper India



INDONESIA

Season

BLACK PEPPER	INDONESIA	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
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Crop Status & Market Trend:

- Prices had indicated a firm trend in May due to lack of raw material supply.
- Low levels of stock position due to the low crop production is also a major reason for the price increase.
- New crop arrival is expected in July - August, the crop is expected to be better than last year.
- Currently, light berry black pepper valid offers are very limited.

White Pepper (WP)

Crop Status & Market Trend:

- Muntok White pepper prices have indicated a firm trend in May.
- China's interest in white pepper signals bullish sentiments, supporting sustained and increased prices.
- Availability of firm offers is very limited.
- New crop arrivals are expected in September - October.

VIETNAM

Season

BLACK PEPPER	VIETNAM	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
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Crop Status & Market Trend:

- The Vietnam pepper market indicated a firm trend in May.
- Despite a good price levels, farmers and dealers are not in a pressure to sell now. Farmers have enough money from sale of Durian fruit and Coffee this year.
- Strong buying of both Black and White Pepper materials from China along with various overseas demand from EU, USA, and Middle East is pushing the prices to very high levels.
- Brazil pricing levels are already at par with Vietnam with limited stock available at origin. The upcoming crop at Brazil is also reported to be lower.
- We anticipate market to move up further in the coming months due to increasing demand.
- Extreme hot weather conditions are also affecting the pepper production, further supporting price increases.
- Currently, light berry pepper valid offers are very limited.

SRI LANKA

Season

BLACK PEPPER	SRI LANKA	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
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Crop Status & Market Trend:

- Sri Lankan pepper Prices indicated a firm trend in May.
- The arrivals have slowed down with the onset of Monsoon season.
- Heavy rains are affecting the drying of pepper, the use of mechanical dryers have further added up the cost.
- The bold pepper demand has also seen a firm trend in May.
- If the bold pepper prices continue its strong run, farmers will leave the crop to mature. This will affect the overall light berry production.
- Currently light pepper valid offers are available.



CHILLI

Season

CHILLI	INDIA	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
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Crop Status & Market Trend:

- The chilli arrivals have slowed down in all major markets. Major arrivals are from cold storages (CS).
- The harvesting has been completed and field are getting ready for the next crop sowing.
- Sowing of new crop is expected in August/September.
- Guntur market is closed from 10th May to 10th June. Warangal market is closed from 31st May to 10th June.
- Exporters and stockist have been active in the market.



- Masala companies and extraction companies have eased their purchases in the market.
- Prices of Teja chilli, mainly medium and best grades indicated a firm trend in domestic markets during May owing to good demand.
- Current market price of other major varieties is:

341/334 chilli (CS) : INR 140 -170/kg.

5531 red medium quality (CS) : INR 140 -150/kg.

Teja Red (CS) : INR 185 -195/kg.



Price Trend:

Teja Chilli Price Trend 2021 - 2024



PAPRIKA

INDIA

Season

CHILLI	INDIA	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
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Crop Status & Market Trend:

- The chilli arrivals have slowed down in all major markets. Major arrivals are from cold storages.
- The harvesting has been completed and field are getting ready for the new crop sowing.
- Sowing of new crop is expected in July/August.
- The quality of the chilli arriving in the market is mainly medium and lower grades.
- Prices have indicated a firm trend mainly for the medium colour varieties.
- Grinding companies are still covering their requirements on need basis.

TURMERIC

Season

TURMERIC	INDIA	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
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Crop Status & Market Trend:

- Regular finger turmeric prices have indicated a firm trend in May.
- Sowing of new crop is delayed due to low rainfall and water shortages. Sowing is expected to extend up to Early August.
- If the rainfalls/water situation improves, the sowing is expected to increase by 20 - 30% as the turmeric prices has been favourable.
- Demand is high from the extraction and powdering industry.
- Curcumin market continues its firm trend, valid offers are available.
- Prices are expected to continue the firm trend in long term also.
- Salem Finger is currently traded at INR 160 - 165/kg levels.
- Kocha and Panagali availability are very low.



INDONESIA

Crop Status & Market Trend:

- Turmeric prices are indicating a firm trend.
- The demand for wet turmeric is high.
- Valid offers of the new crop are expected to start by mid of June.
- Lot of enquiries are happening in the market, but material availability is nil.
- Prices are expected to be firm for the new crop.



DRY GINGER

INDIA

Season

GINGER	INDIA	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
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Crop Status & Market Trend:

- Prices for premium quality dry ginger have indicated a firm trend in domestic markets in May.
- The new crop that was affected by the heat waves is seen to have recovered after the recent rainfall.
- The crop is expected to be better than last year by 20%.
- Dry ginger material availability is very low. High demand and low availability are pushing the price further.



NIGERIA

- The price of Nigerian ginger has continued the firm trend in May also.
- Quality material availability is limited.
- New crop is reported to be normal.



CELERY

Season

CELERY	INDIA	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
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Crop Status & Market Trend:

- Celery seed prices have indicated an easing trend in May.
- Harvesting has started in few of the growing locations.
- Crop condition is favourable, and yield is reported to be good.
- International and domestic demand continues to be slow.



NUTMEG & MACE

Season

NUTMEG	INDIA	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
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Crop Status & Market Trend:

- Indian nutmeg and mace prices have indicated a steady trend in May.
- Nutmeg and Mace crop season is ongoing.
- Arrivals are slow due to heavy rains in the growing location. Drying of the material has been severely affected.
- Indonesian BWP grade nutmeg prices have indicated a firm trend in May, as the material is short.
- New crop arrival is expected in October.



CASSIA

Season

CASSIA	VIETNAM	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
	INDONESIA	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC

Crop Status & Market Trend:

- Indonesian Cassia prices have indicated a stable trend in May.
- High VO material availability is low. The arrivals will improve after October.
- Vietnam Cassia prices also indicated a stable trend in May.
- High VO material availability is low.
- Domestic and international demands were reported to be stable as per trade sources.



Price Forecast for Short and Medium Term:

Spices RM	Variety	Short term	Medium term
Black Pepper	Sri Lankan	Firm	Firm
	Indonesian	Firm	Firm
	Vietnam	Firm	Firm
Chilli	Teja Red	Firm	Stable
Turmeric	Erode Panangali	Firm	Firm
Ginger	Shimoga	Firm	Firm

Disclaimer : Please note some of the information and images used have been taken from other sources. The crop market overview is according to the best of our knowledge. Please note that there can be deviations in the forecast from the actual market conditions.

Mane Kancor is a pioneer in the field of Global Spice Extraction, whose roots in the spice trade can be traced back to 1857, at the spice capital of the world; Cochin. Mane Kancor specialises in complete natural food ingredient solutions right from sustainable sourcing of raw materials, clean extracts, advanced research and formulation.

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