Double cheers to the new crop that brought momentum to the market!

Headings towards the festival and arrival of new crops would turn up the heat

Market Trend: The new peanut crop from South India, which is mainly Java variety, is showing good arrivals since the last few weeks and the supply is expected to continue and rise. Indian winter crop of peanuts is rain-fed crop whereas the summer crop is irrigated and about 80% of the summer crop is Java variety. Since there is a shortage of water in this region there is an expectation of lower planting and hence a fear of being a smaller crop. This could lead to a jump in prices for Java variety peanuts in India. Especially around the period of the Ramadan period of May-June 2018. During January and February, Indian peanut market faced minor decreases on the prices as well as on the demand.

The Gujarat government has procured 80,000 tons of In-shells since November 2017 and has the permission of procuring additional 100,000 tons from the Central Government. However, when considering the situation prevailing at present it is expected that there will not be additional procurement. Groundnut procured at minimum support price (MSP) worsening the situation to the government because the old stock of 88,000 tons stored in the warehouse has been completely damaged and unfit for processing. Disposing this stock will again cost the government more, there are no buying requests for these stocks.

The wholesale oils and oilseeds market depicted a mixed trend during the week as prices of select edible oils edged up on mild demand from retailers while a few drifted lower on adequate stocks positions against lack of buying support.

"...Javas, there are good interest from the South East Asian markets...

Indian Peanut Market: The most awaited Java variety from Southern India started coming out. The crop excited everyone with the large size kernels of 38/42. Beside the minor export to Europe, there is also a low demand this season with China. Other large markets for the Bolds, which are traditionally Russia, Algeria etc., have been buying more and more of the Brazilian peanuts, outpricing India as an origin. On the Javas, there is a good interest from the markets of Indonesia, Malaysia etc., as the goods reach their destinations sooner as compared to African origins. For the larger Javas, India has a very healthy domestic demand and a shipments to South Africa, EU and the Far East. God Speed India!"