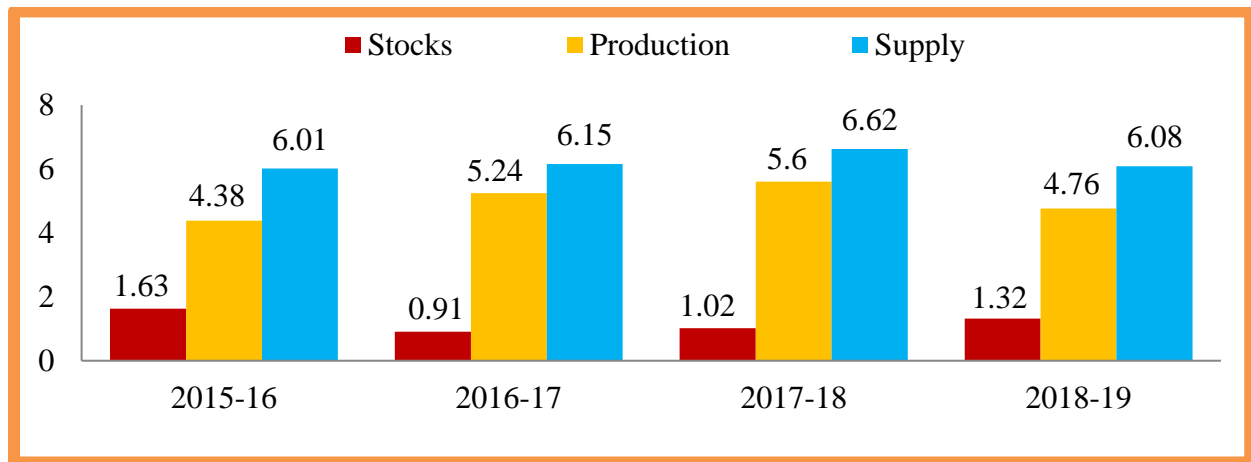


Turmeric Outlook – June 2019

India is the largest producer, consumer and exporter of turmeric in the world. Indian turmeric is considered to be the best in the world market because of its high curcumin content. India accounts for about 80 per cent of world turmeric production and 60 per cent of world exports. Major turmeric exporting countries are India, Thailand, Taiwan, and several other Southeast Asian, Central and Latin American countries. The major turmeric importing countries include Japan, Sri Lanka, Iran, UAE, US, UK and Ethiopia.

Supply of Turmeric



Source: Agriwatch.com

Fig 1: Supply of Turmeric during 2018-19 Marketing Year (in lakh tonnes)

As per turmeric supply figures presented in Fig 1 for 2018-19, the beginning stocks reported around 1.32 lakh tonnes and ending stocks are expected to be around 0.71 lakh tonnes, because of increased domestic consumption and exports under lower production condition in marketing year (2018). Production estimate of turmeric in 2018 was also down to 4.76 lakh tonnes which is less than last two years.

Major turmeric producing states in India are the southern states of Telangana, Andhra Pradesh, Tamil Nadu and Karnataka, the eastern states of Orissa and West Bengal, and the western state of Maharashtra. In Telangana during the year 2018-19, area covered under turmeric was 47888 hectares as against 44956 hectares in the corresponding period of last year. Among major turmeric growing districts, Nizamabad has reported 13965 hectares acreage under turmeric as against 12800 hectares in last year. The same in Jagtial and Warangal (Rural) districts was reported as 13250 hectares and 5521 hectares as against 12378 hectares and 4250 hectares coverage under turmeric during last year.

In Andhra Pradesh, final sown area under turmeric was reported as 18,737 hectares as compared to 14,841 hectares in the corresponding period of last year. Among major turmeric growing districts, Visakhapatnam has reported 5,657 hectares as compared to last year's 3,524 hectares under turmeric. Similarly, Guntur, YSR Kadapa and Krishna have reported 4,643 hectares, 3,211 hectares and 2,126 hectares under turmeric as compared to last year's 4,511 hectares, 2,910 hectares and 1,778 hectares respectively.

Table 1: Turmeric Supply and Demand (in lakh tons)

Particulars	2017-18	2018-19
Opening Stock	1.00	1.30
Production	5.60	4.76
Import	0.17	0.19
Total Supply	6.77	6.25
Consumption	4.40	4.20
Exports	1.07	0.90
Total Demand/Usage	5.47	5.10
Ending Stock	1.30	1.15

Source: www.agriwatch.com

Table 2: Turmeric Arrival Scenario in India (in bags of 65 Kg each)

Market	% Change over previous Week	17 th May to 23 rd May 2019	10 th May to 16 th May 2019	17 th May to 23 rd May 2018
Nizamabad	-16.22	31,000	37,000	22,500
Duggirala	-4.08	47000	49,000	35000
Salem	--	NA	NA	41520
Erode	-33.64	14,600	22,000	16,300
Sangli	-56.78	25500	59,000	31800
Warangal	-17.65	14000	17,000	14000
Total	-28.21	132,100	184,000	161,120

Source: www.agriwatch.com

In Nizamabad, current season new Turmeric arrivals reported 20.43% up from last year i.e., 74,690 MT till 24th May as compared to corresponding period of last year (62,020 MT),

Table 3: Turmeric Spot Prices (Rs/q)

Grade	Centre	31-May-19	30-Apr-19	31-May-18	% Change Over Previous month
Nizam quality	Nizamabad (Telangana) Benchmark market	6700	6400	7400	4.69
Double polish finger		7600	7000	8300	8.57
Gattah (unpolished)		6400	6000	7100	6.67
Gattah (double polished)		7400	6800	8100	8.82
Bulb	Duggirala (A.P.)	5800	6000	6250	-3.33
Finger		5800	6000	6250	-3.33
Finger	Erode (T.N.)	7000	7100	8200	-1.41
Gattah		6600	6500	7700	1.54
Sellem		8200	8500	8500	-3.53
Bulb	Salem(T.N.)	NA	NA	7870	-
Finger		7400	8950	9170	-17.32
Rajpuri/Selam Finger	Sangli (Mah.)	8600	8500	9000	1.18
Rajpuri Medium		8600	7500	8000	14.67
Desi Kadappa		6000	6000	7200	Unchanged
Finger	Warangal (Telangana)	6800	6500	7800	4.62
Round		6400	6300	7800	1.59

Source: Agriwatch.com

Mixed sentiment witnessed in turmeric spot markets during the month. In Andhra Pradesh Duggirala market new (2018-19) turmeric crop has started arriving in to the market. Currently, on an average 10,000 – 20,000 quintals are reported on daily basis. In Erode mandi new turmeric supply reported around 3,000 – 5,000 quintals on an average daily basis.

As per Agriwatch’s second advance production estimate, Turmeric production for 2019-20 is estimated at 532,353 MT (basis dry crop) compared to previous year’s 476,771 MT. Turmeric production may go down further as turmeric crop in Maharashtra was effected.

Current year (2019-20) turmeric sowing mainly depends on monsoon. In Nizamabad and Maharashtra, current year turmeric sowing is likely to start in the month of June. However, prevailing drought like condition has started impacting farmer’s pre-sowing intention. If this situation continues, then it may affect turmeric sowing area.

Table 4: Turmeric (Bulb and Finger) prices at Nizamabad market in May 2019

Date	BULB				FINGER			
	Arrivals (Quintals)	Minimum Price (Rs/q)	Maximum Price (Rs/q)	Modal Price (Rs/q)	Arrivals (Quintals)	Minimum Price (Rs/q)	Maximum Price (Rs/q)	Modal Price (Rs/q)
2	3841	4085	6750	6100	6788	4105	6888	6432
3	1891	4237	6591	6188	3306	4109	6868	6212
6	3294	4090	6481	5990	7731	4006	6961	6202
7	2071	4000	6429	6050	4715	4019	6879	6155
8	1786	4009	6366	5860	4112	4019	6666	6060
9	1302	4001	6381	5800	2736	4006	6745	6050
10	1502	4109	6450	5960	3036	4009	6840	6055
13	2433	4027	6674	5969	4348	4060	6901	6110
14	1397	4065	6599	6065	3043	4012	6766	6135
15	1321	4333	6760	6060	2273	4200	7125	6200
16	1802	4027	6789	6155	3471	4306	6845	6260
20	2738	4069	6690	6252	5244	4109	7676	6355
21	1528	4327	6764	6200	2452	4009	7778	6400
22	1121	4600	6700	6289	2516	4127	7575	6385
24	645	5100	6760	6465	1635	4206	7502	6350
27	1722	4265	6619	6259	164	4309	7535	6385
28	1893	4137	6500	6200	2593	4500	7375	6355
29	957	4012	6667	6269	2206	4525	6979	6350
30	771	4451	6569	6288	1956	4620	7185	6365
31	892	4019	6550	6262	1986	4119	6903	6363

Source: <http://tsmarketing.in/>

Under these circumstances, Agricultural Market Intelligence Centre, PJTSAU expect that Turmeric is likely to trade in price range between **Rs.6600 – 6800** per quintal during June 2019.