

AVT McCormick Ingredients Pvt Ltd.

## Black Pepper

There is a currently an window of opportunity for Indian Black Pepper, however it is likely to close soon.

While the harvest for Indonesian Black Pepper is coming to an end, there is little material being released into the general market. Roughly one-third of the crop was pre-sold in advance of the harvest, leaving a current shortfall. Remaining stocks in Indonesia are being held by the farmers making accessibility more of a challenge.

Vietnam has been able to capitalize on the Indonesian shortfall moving 15,500 mt in the month of August. The average volume between February and July was 13,000mt, with the highest export being 13,800 in June.

Current market offers for raw material are:

Indonesian: USD 8,000/mt

Vietnamese: USD 7,550/mt

Indian: **USD 6,575/mt**

A further advantage to Indian Black Pepper is the foreign exchange. The INR has recently weakened against the USD.

This advantage is expected to be corrected quickly.

Please feel free to contact the Sales & Marketing Department for any additional information.

