

# Data Analysis of Commodity Prices Kapil Thakkar, Reshma Kumari, Dr. Aaditeshwar Seth

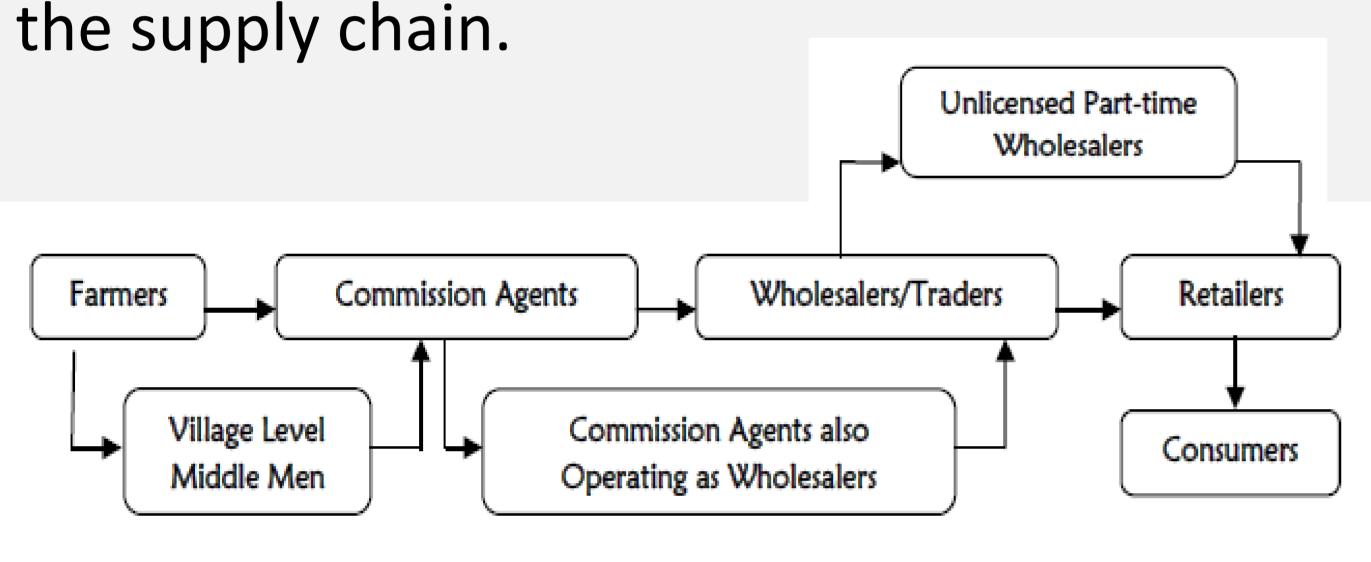


## MOTIVATION

- Price of Agricultural commodities are more volatile than those of the nonfarm commodities
- High inflation of food commodities cannot always be attributed to risks, exogenous shocks and mismatch between demand and supply. It is also caused by market inefficiencies, weak supply chain and monopolies in the market.

#### **OBJECTIVE:**

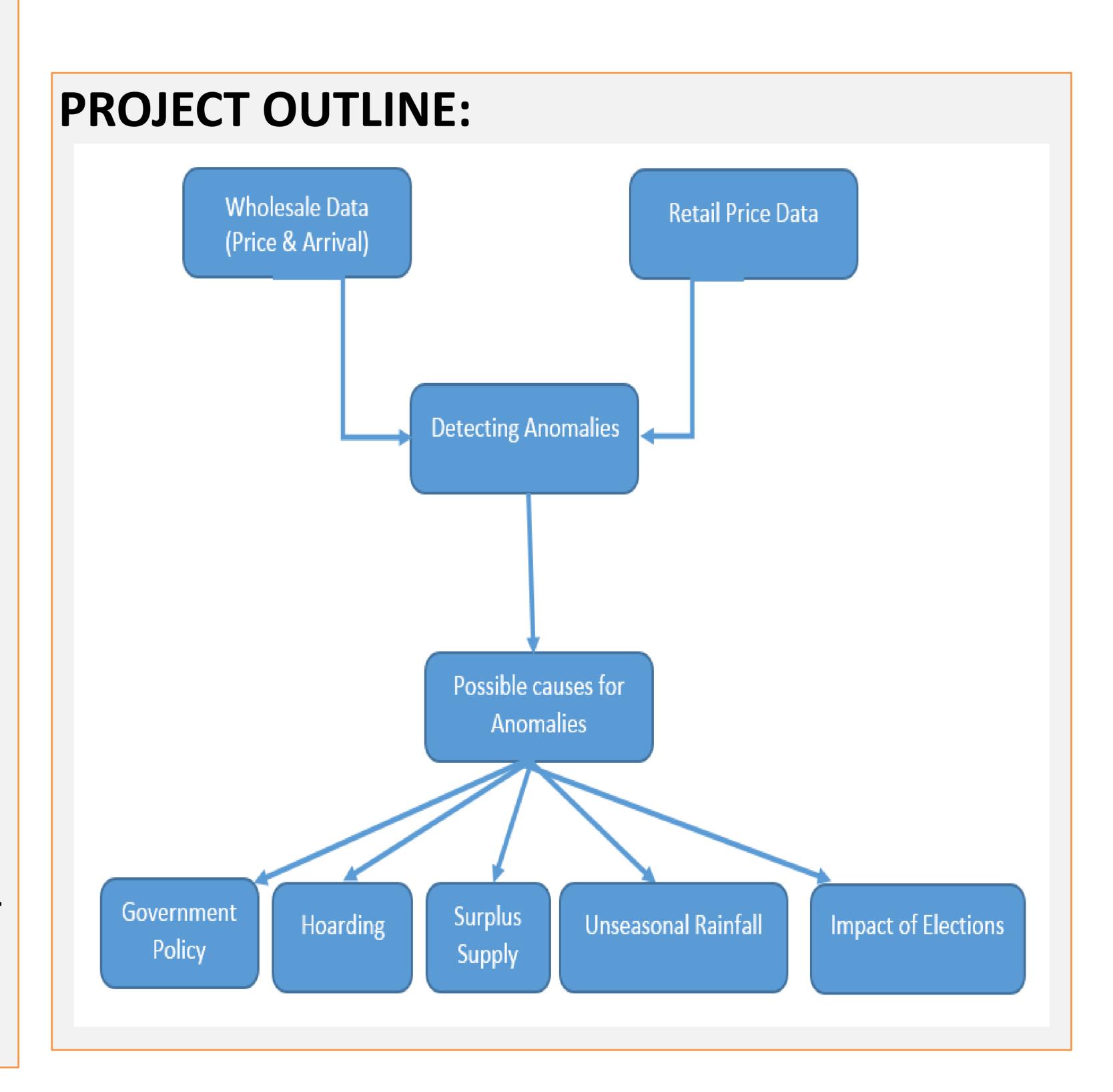
 To understand the role of the various players in the supply chain



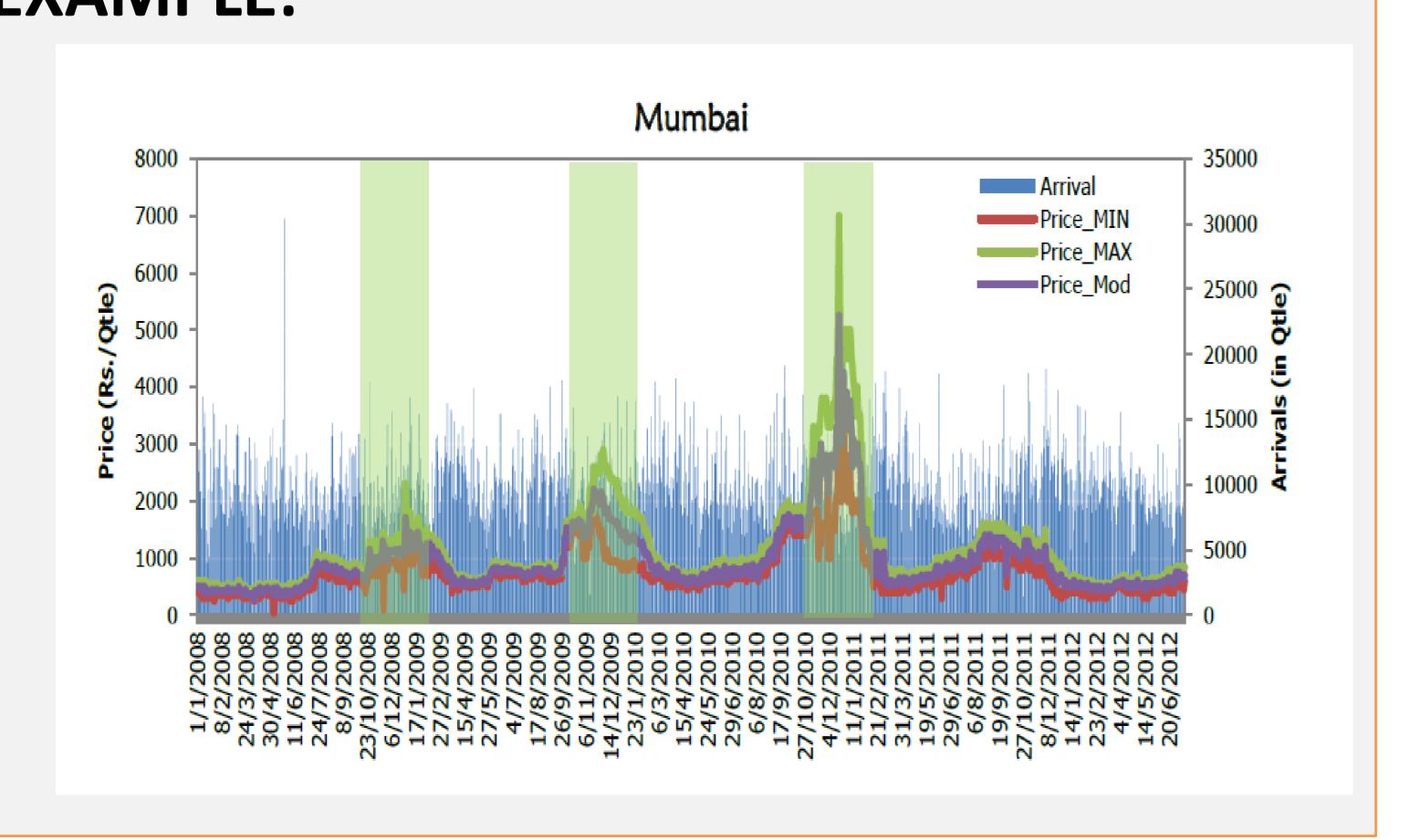
- To analyze time series data on production (based on arrivals at Mandis), wholesale price and retail price across various part of countries.
- To detect anomalies/glut in the data
- Detect a reason for anomaly (due to hoarding, unseasonal rain or something else)
- One reason for anomaly may be the strong connection between politicians and agriculture related firms, due to which, during election year politicians use this to raise the party fund and we see glitches in the prices.

## MATERIALS AND METHODS

- Visit the field, interview the various players of the market and understand the working of system.
- Aggregate the data over past 15 years of the arrivals, Maximum and Minimum prices of various commodities at various Mandis across India, State and National Election Years
- Aggregate the data of retail prices of various commodities across major cities of India.
- Compare them over time and find the glitches



# **EXAMPLE:**



#### **REFERENCES:**

- Chengappa, P. G., A. V. Manjunatha, Vikas Dimble, and Khalil Shah. "Competitive Assessment of Onion Markets in India." Institute for Social and Economic Change.

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- Sukhtankar, Sandip. "Sweetening the deal? political connections and sugar mills in india." *American Economic Journal: Applied Economics* 4, no. 3 (2012): 43-63.

