

Castor Domestic Fundamentals: -8285807756

- Castor seed cash markets traded steady to slightly firm on the back of fresh demand for commercial oil and exporters. Arrivals from new crop have started trickling in In Gujarat and Andhra Pradesh. Arrivals in Rajasthan mandi is expected by the end of this month. Pressure of arrivals in various states is likely from mid February.
- For Seed market only Rucchi is active buyers. Other stockists expect a correction in the market by the end of this month. Market participants are well aware of the fact that seed production is lower by 2.5 to 3 lakh tonne this year from previous year. It would push market up in the medium and long term.
- In Vashi market castor seed bold traded at Rs 4070 per qtl. while in Deesa buyers showed interest at Rs 4150 per qtl. However, new arrivals in next two three weeks may pressurize castor seed market. Castor oil commercial was traded at Rs 8430 to Rs 8450 per qtl.
- This year area under castor seed decreased sharply from 11.77 lakh ha. to 9.84 lakh ha, almost 1.93 lakh ha. lower than 2012-13. Considerable decrease in area has been seen in Gujarat and Andhra Pradesh. Total area collectively in both states is lower by 1.58 lakh ha. It is going to impact the final size of the crop to near 11 lakh T against the last year production of around 14 lakh T.

International Market Update:

- Major importers of castor oil are buying only to fulfil their immediate requirement. They would start fresh buying during peak arrival season in March. By the time price of castor seed is expected to stabilize near Rs3800 to 3900 per qtl.
- China, France, European Union and Australia remain the major buyers for Indian castor oil. However, sudden spike in futures market has sidelined importers and castor oil demand has come down considerably.
- Castor oil is being exported from India at \$1250 to \$1260 per T while Rotterdam quotes \$1550 per T. This means Indian exporters have opportunity to get more price in the international market. It would support cash market once again in the medium term.

Domestic market Outlook:

- **Cash market is likely to trade steady to slight firm.**

NCDEX Castor Futures							Date:08.01.2014		
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Jan-14	-50	4418	4476	4352	4388	14600	-20,075	24790	-5200
Feb-14	-54	4485	4544	4417	4455	129,690	-1,06775	178,740	1,140
Mar-14	-54	4550	4610	4490	4524	12750	-7,200	54,500	-9000

Spread	Jan-14	Feb-14	Mar-14	Apr-14
Spot/Deesa	-238			
Jan-14		67		
Feb-14			69	
Mar-14				

Stocks	Demat	In-Process	Total	FED
08.01.2014				
Bhabhar	617	687	1304	0
Deesa	8540	290	8830	0
Kadi	9625	1882	11507	0
Patan	14216	2014	16230	0

Castor Seed Daily Prices on 07.01.2014

Commodity	Center	Price (Rs/Q)		Change
		09.01.2014	08.01.2014	
Castor Seed				
	Rajkot	3980	4055	-75
	Patan	4225	4425	-200
	Deesa	4313	4337	-27
	Sumerpur	4050	3900	-125

Castor Seed Arrivals on 07.01.2014

Commodity	Center	Price (Rs/Q)		Change
		09.01.2014	08.01.2014	
Castor Seed				
	Patan	2326	2489	-165
	Deesa	55	75	-20
	Rajkot	380	490	-110
	Sumerpur	200	300	-100
	Total Arrival	2961	3354	6315

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