

## Castor Domestic Fundamentals: -

- 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 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 4075 per qtl. While in Deesa buyers showed interest at Rs 4160 per qtl. However, new arrivals in next two three weeks may pressurize castor seed market. Castor oil commercial was traded at Rs 8440 to Rs 8460 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 \$1260 to \$1270 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 trade range bound.**

NCDEX Castor Futures							Date:11.01.2014		
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
<b>Jan-14</b>	43.00	4425	4474	4398	4433.00	7,680	-5,610	18370	-1740
<b>Feb-14</b>	46.00	4458	4536	4444	4493.00	85,310	-28,670	183840	4320
<b>Mar-14</b>	43.00	4536	4606	4527	4563.00	13,180	-2,490	58950	2110

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 11.01.2014

Commodity	Center	Price (Rs/Q)		Change
		11.01.2014	10.01.2014	
Castor Seed				
	Rajkot	4045	4045	Unch
	Patan	NR	NR	-
	Deesa	4350	4322	+28
	Sumerpur	4050	4000	-50

## Castor Seed Arrivals on 11.01.2014

Commodity	Center	Price (Rs/Q)		Change
		11.01.2014	10.01.2014	
Castor Seed				
	Patan	-	-	-
	Deesa	-	-	-
	Rajkot	435	435	Unch
	Sumerpur	150	125	+25
	Total Arrival	585	560	-25

**Disclaimer:** The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php> © 2013 Indian Agribusiness Systems Pvt Ltd.