

## Castor Domestic Fundamentals:

- **Cash markets like Patan, Deesa, Mehsana, Ahmedabad** and Sumerpur traded firm on Thursday as many big players like M.K.Adani and Rucchi's buying continues at lower prices. However, prices in Kadi market decreased slightly from Rs 4010 to Rs 4000 per qtl. Prices in various markets hovered in the range of Rs 3800 to Rs 4025 per qtl., depending on quality of the seed and markets.
- **Bulk and medium buyers say that any steep downfall from** current level is unlikely. Markets may stabilize near Rs 3700 to Rs 3800 per qtl. Notably peak arrival season is March and April. However, short supply of seed this year would fuel prices in the medium and long term.
- **Castor seed farmers in Gujarat want MSP for this crop like** other crops in India. They complain that prices in open market are not remunerative for farmers and their interest to grow castor crop is diminishing fast. That's why area under this crop has decreased this year.
- **This year area under castor seed decreased sharply from 11.1 lakh** ha. to 9.84 lakh ha, almost 1.97 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 12 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 requirements. They would start fresh buying during peak arrival season in March as they expect correction in the market in the near term. By the time price of castor seed is expected to stabilize near Rs3700 to 3800 per qtl.
- **China, France, European Union and Australia remain the** major buyers for Indian castor oil. 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 be weak in the short term.**

NCDEX Castor Futures							Date:30.01.2014		
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
<b>Feb-14</b>	50	4041	4210	4131	4184	101390	21275	130120	4560
<b>Mar-14</b>	51	4233	4281	4200	4260	72125	25110	111460	4175
<b>April-14</b>	51	4300	4366	4240	4338	21710	14235	44060	4500

Spread	Feb-14	Mar-14	Apr-14	May-14
Spot/Deesa	-184			
Feb-14		76		
March-14			78	
April-14				-

Stocks	Demat	In-Process	Total	FED
	29.01.2014	29.01.2014	29.01.2014	27.01.2014
Bhabhar	1415	00	1415	1415
Deesa	11045	101	11146	10823
Kadi	15676	1549	17225	15242
Patan	25630	1739	27369	24533

## Castor Seed Daily Prices on 30.01.2014

Commodity	Center	Market	Price (Rs/Q)		Change
			30-Jan-14	29-Jan-14	
Castor Seed	Gujarat	Rajkot	3800	3800	Unch
		Gondal	3905	3905	Unch
		Patan	4020	3975	45
		Deesa	4000	3850	150
		Mehsana	3950	3900	50
		Kadi	4000	4010	-10
		Ahmedabad	4025	4000	25
	Rajasthan	Sumerpur	3800	3775	25

## Castor Seed Arrivals on 30.01.2014

Commodity	Center	Market	Fig. in per bag(80kg)		Change
			30-Jan-14	29-Jan-14	
Castor Seed	Gujarat	Rajkot	557	360	197
		Gondal	140	175	-35
		Patan	1715	1093	622
		Deesa	2000	2000	Unch
		Mehsana	150	300	-150
		Kadi	1500	1200	300
	Rajasthan	Sumerpur	300	350	-50
	Total Arrival		6362	5478	884

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.