

## Castor Domestic Fundamentals:

- **Most markets traded weak on Wednesday.** Seed price increased by Rs 25 per qtl. in Rajkot mandi. Futures market traded lower. Major activities might be seen from next week.
- **FoB quotes for commercial grade is hovering around \$1360/62** per Tonne from western port. In Maharastra it is being traded at Rs 8200 per qtl. Demand for oil continues to support market fundamentals. There is no report of meal export this week however, it is offered at Rs 550 per qtl. in Ahmedabad.
- **Agriwatch estimates 11.56 lakh tonne seed production in 2013-14** against 14.04 lakh tonne last year. As per Agriwatch estimate the season started with 3.84 lakh tonne carry out.
- **Thus total availability comes to 15.40 lakh tonne. At 46 percent oil** recovery the total oil availability would be around 7.00 lakh tonne against the expected total global and domestic demand of 7.5 lakh tonne of oil. It clearly indicates short supply in the medium term.
- **Govt has released second adv. estimate of food-grains production** for 2013-14 on 14, Feb, 2014. Market participants are surprised to see the inflated figure of castor seed production this year. Govt. has estimated 16.46 lakh tonne castor seed production this year against the set target of 15.81 lakh tonne. Market expert see production at around 11.5 lakh tonne.
- **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:

- **Chinese buyers have started enquiry for fresh deal once again. Castor oil commercial** is ruling at Rs 8200 per qtl. in Mumbai, Vashi market. Belgium too is active buyers. Domestic demand for oil has not been upto the mark and planters expect fresh demand from mid May. Price of castor oil in Rotterdam too have declined from \$1725 to \$1630 per metric tonne during last one and a half month.
- **Castor derivatives volume too is expected to go up from 1.2 lakh tonne** to 1.25 lakh tonne. China would continue to maintain its previous position as major importer. Its import volume may go up from 2.11 lakh tonne (2013) to 2.35 lakh tonne in 2014.

**Domestic market Outlook:** Weak tone in futures and cash market likely to continue.

NCDEX Castor Futures							Date: 05.05.2014		
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
May-14	54	3944	4009	3942	4005	30460	-27290	61670	-4410
June-14	52	4008	4068	4006	4066	55440	-29600	131530	4580
July-14	48	4115	4163	4102	4162	9430	-16500	4163	-93847

Spread	May-14	June-14	July-14	Aug-14
Spot/Deesa	-230			
May-14		-61		
June-14			-96	
July-14				-

Stocks	Demat	In- Process	Total	FED
	06.5.2014	06.5.2014	06.5.2014	05.5.2014
Bhabhar	2396	0	2396	2396
Deesa	30479	273	30752	30358
Kadi	45064	4122	49186	44612
Patan	50973	1646	52619	49839

## Castor Seed Daily Prices on 7.5.2014

Commodity	Center	Market	Price (Rs/Q)		Change
			7-May-14	6-May-14	
Castor Seed	Rajasthan	Sumerpur	3625	3650	-25
	Gujarat	Rajkot	3750	3725	25
		Gondal	3755	3805	-50
		Patan	NA	3775	-
		Deesa	3775	3785	-10
		Mehsana	3750	3775	-25
		Kadi	3800	3820	-20
		Ahmedabad	3900	3875	25

Commodity	Center	Market	Fig. in Quintal		Change
			7-May-14	6-May-14	
Castor Seed	Rajasthan	Sumerpur	1600	1600	Unch
	Gujarat	Rajkot	2100	2065	35
		Gondal	1340	1670	-330
		Patan	NA	18772	-
		Deesa	4000	3693	307
		Mehsana	1200	1120	80
		Kadi	3173	3600	-427
		Other Gujarat	44187	17080	27107
	Total Arrival		57600	49600	8000

**Note: We have incorporated traded quantity of seed in particular mandis. It does not signify the total arrivals.**

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