

## Castor Domestic Fundamentals:

- **Castor cash market is expected to trade lower in the weeks** ahead as stock in NCDEX ware houses are ample and overall arrivals range in between 70,000 to 80,000 bags per day. Market inner tone is weak. There is a buzz in the market that market might decrease by Rs 100 per qtl. from current level and would stabilize thereafter in June. Bullish trend may be expected in the second half. Castor oil price is almost steady in Ahmedabad at Rs 8150 per qtl.
- **FoB quotes for commercial grade is hovering around \$1350/55** per Tonne from western port. In Maharashtra it is being traded at Rs 8150 per qtl. Lower demand for oil remains un-supportive to the current market fundamentals. For export meal is offered at Rs 520/530 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.
- **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 \$1625 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: Market may trade weak in the short term.

NCDEX Castor Futures							Date: 20.05.2014		
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
May-14	27	3878	3932	3850	3900	4060	3475	3210	-890
June-14	42	3918	3973	3880	3958	65978	25640	179250	-570
July-14	41	4006	4068	3980	4055	13880	-1360	117250	5420

Spread	May-14	June-14	July-14	Aug-14
Spot/Deesa	125			
May-14		58		
June-14			97	
July-14				93s

Stocks	Demat	In- Process	Total	FED
	19.5.2014	19.5.2014	19.5.2014	12.5.2014
Bhabhar	2396	0	2396	2396
Deesa	34154	0	34154	30722
Kadi	59000	81	59081	48916
Patan	59428	0	59428	55433

## Castor Seed Daily Prices on 20.5.2014

Commodity	Center	Market	Price (Rs/Q)		Change
			20-May-14	19-May-14	
Castor Seed	Rajasthan	Sumerpur	3550	3575	-25
		Jodhpur	3550	3550	Unch
	Gujarat	Rajkot	3680	3675	5
		Gondal	NR	NR	-
		Patan	3850	3900	-50
		Deesa	3775	3725	50
		Mehsana	3725	3790	-65
		Kadi	3780	3800	-20
		Ahmedabad	3825	3825	Unch

## Castor Seed Daily Arrivals on 20.5.2014

Commodity	Center	Market	Fig. in Quintal		Change
			20-May-14	19-May-14	
Castor Seed	Rajasthan	Sumerpur	800	800	Unch
		Jodhpur	240	160	80
	Gujarat	Rajkot	1760	1750	10
		Gondal	NR	NR	-
		Patan	7900	8493	-593
		Deesa	1600	2800	-1200
		Mehsana	800	880	-80
		Kadi	1200	976	224
		Other Gujarat	38740	37101	1639
	Total Arrival		53040	52960	80

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

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> © 2014 Indian Agribusiness Systems Pvt Ltd.