

Castor Domestic Fundamentals:

- **Cash market traded lower on Wednesday** and pressure is likely to continue as arrivals continue against sluggish demand and weak inner tonne in the market. Stock in NCDEX ware houses is ample and smooth arrival weigh on the market fundamentals.. Castor oil price in Ahmedabad too has decreased from Rs 8200 per qtl to Rs 8150 per qtl.
- **FoB quotes for commercial grade is hovering around \$1350/55** per Tonne from western port.In Maharastra it is being traded at Rs 8100 per qtl. Lower demand for oil remains un-supportive to the current market fundamentals. For export meal is offered at Rs 520/525 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 lower on weak inner tone..

NCDEX Castor Futures							Date: 21.05.2014		
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
June-14	-46	3950	3969	3880	3899	67370	18640	172770	-1570
July-14	-50	4037	4065	3976	3995	25660	12360	130710	9420
Aug-14	-45	4142	4144	4061	4080	3560		20890	

Spread	May-14	June-14	July-14	Aug-14
Spot/Deesa	110			
May-14		53		
June-14			76	
July-14				84

Stocks	Demat	In- Process	Total	FED
	20.5.2014	20.5.2014	20.5.2014	12.5.2014
Bhabhar	2396	0	2396	2396
Deesa	34154	1435	35589	30722
Kadi	59081	141	59222	48916
Patan	59428	40	59468	55433

Castor Seed Daily Prices on 21.5.2014

Commodity	Center	Market	Price (Rs/Q)		Change
			21-May-14	20-May-14	
Castor Seed	Rajasthan	Sumerpur	3580	3550	30
		Jodhpur	3550	3550	Unch
	Gujarat	Rajkot	3705	3680	25
		Gondal	NR	NR	-
		Patan	3855	3850	5
		Deesa	3810	3975	-165
		Mehsana	3785	3725	60
		Kadi	3790	3780	10
		Ahmedabad	3850	3825	25

Castor Seed Daily Arrivals on 21.5.2014

Commodity	Center	Market	Fig. in Quintal		Change
			21-May-14	20-May-14	
Castor Seed	Rajasthan	Sumerpur	800	800	Unch
		Jodhpur	240	240	Unch
	Gujarat	Rajkot	1350	1760	-410
		Gondal	NR	NR	-
		Patan	8582	7900	682
		Deesa	2131	1600	531
		Mehsana	800	800	Unch
		Kadi	1843	1200	643
		Other Gujarat	37294	38740	-1446
	Total Arrival		53040	53040	Unch

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

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