

Castor Domestic Fundamentals:

- **Castor cash market traded mixed on the weekend.** Buyers were seen offering higher price for seed. However, sellers remained sidelined. Planters too offered higher price to meet their immediate demand and resultantly prices moved up. Futures market too posted a healthy gain. However, firmness is unlikely to continue as warehouses have enough stock. Uptrend is not possible until the stock gets exhausted.
- **FoB quotes for commercial grade is hovering around \$1345/50** per Tonne from western port. In Maharashtra it is being traded at Rs 8000 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 is likely to decrease on weak inner tone.

NCDEX Castor Futures							Date: 23.05.2014		
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
June-14	-4	3932	3965	3870	3924	51190	-16180	173370	600
July-14	-5	4020	4058	3961	4015	28790	3130	134360	3650
Aug-14	-18	4097	4135	4038	4086	4330	770	22500	1610

Spread	June-14	July-14	Aug-14	Sept-14
Spot/Deesa				
June-14	174			
July-14		91		
Aug-14			71	

Stocks	Demat	In- Process	Total	FED
	23.5.2014	23.5.2014	23.5.2014	19.5.2014
Bhabhar	2295	0	2295	2396
Deesa	34564	775	35339	34154
Kadi	58301	880	59181	59000
Patan	55433	716	56149	55433

Castor Seed Daily Prices on 24.5.2014

Commodity	Center	Market	Price (Rs/Q)		Change
			24-May-14	23-May-14	
Castor Seed	Rajasthan	Sumerpur	3560	3550	10
		Jodhpur	3650	3700	-50
	Gujarat	Rajkot	3680	3695	-15
		Gondal	3755	3805	-50
		Patan	3850	3790	60
		Deesa	3775	3750	25
		Mehsana	3750	3750	Unch
		Kadi	3750	3750	Unch
		Ahmedabad	3825	3775	50

Castor Seed Daily Arrivals on 24.5.2014

Commodity	Center	Market	Fig. in Quintal		Change
			24-May-14	23-May-14	
Castor Seed	Rajasthan	Sumerpur	800	800	Unch
		Jodhpur	80	160	-80
	Gujarat	Rajkot	480	1250	-770
		Gondal	858	814	44
		Patan	7055	6443	612
		Deesa	1600	2400	-800
		Mehsana	640	800	-160
		Kadi	1860	1586	274
		Other Gujarat	35507	38707	-3200
	Total Arrival		48880	52960	-4080

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

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