

Castor Domestic Fundamentals:

- **Castor cash market traded weak on Thursday.** Overall sentiment remains bearish .Demand for oil was seen at low ebb. Buyers have preferred to wait for a week,by then direction would be clear. Firmness in the near term is unlikely as warehouses have enough stock. Uptrend is not possible until the stock stored in warehouses gets exhausted.
- **FoB quotes for commercial grade is hovering around \$1345/50** per Tonne from western port.In Maharastra 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 15.81lakh 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: 27.05.2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
June-14	2	3791	3820	3761	3810	91560	42220	128270	-36340
July-14	6	3900	3934	3873	3920	77050	46250	169900	19750
Aug-14	15	3982	4021	3957	4010	15310	13380	36990	12010

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

Stocks	Demat	In- Process	Total	FED
	28.5.2014	28.5.2014	28.5.2014	26.5.2014
Bhabhar	1800	0	1850	1921
Deesa	33936	474	34410	34347
Kadi	55267	767	56034	55974
Patan	52564	342	52906	53672

Castor Seed Daily Prices on 29.5.2014

Commodity	Center	Market	Price (Rs/Q)		Change
			29-May-14	28-May-14	
Castor Seed	Rajasthan	Sumerpur	3515	3525	-10
		Jodhpur	3550	3600	-50
	Gujarat	Rajkot	3685	3700	-15
		Gondal	3735	3755	-20
		Patan	3795	3825	-30
		Deesa	3720	3785	-65
		Mehsana	3700	3725	-25
		Kadi	3725	3745	-20
		Ahmedabad	3675	3650	25

Castor Seed Daily Arrivals on 29.5.2014

Commodity	Center	Market	Fig. in Quintal		Change
			29-May-14	28-May-14	
Castor Seed	Rajasthan	Sumerpur	800	800	Unch
		Jodhpur	240	240	Unch
	Gujarat	Rajkot	1850	1300	550
		Gondal	777	535	242
		Patan	5937	7120	-1183
		Deesa	2382	2235	147
		Mehsana	960	960	Unch
		Kadi	1714	3480	-1766
		Other Gujarat	34380	32370	2010
	Total Arrival		49040	49040	Unch

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

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