

### Castor Domestic Fundamentals:

- **Castor seed cash market traded firm on Tuesday** as release from stock holders has decreased considerably and stake holders in futures market have taken fresh position. As sellers are unwilling to sell in ascending market, future is expected to move further up from the current level. June contract may test 4060 in next two-three days. However, a correction is expected by the end of this week.
- **Govt has released third adv. Estimate of foodgrains** for 2013-14 on 15, May, 2014. The govt. has estimated 16.64 lakh tonne production this year against the target of 15.81 lakh tonne. Market participants are surprised to see the inflated figure of castor seed production this year. Govt.. Market experts see production at around 11.5 to 11.8 lakh tonne.
- **FoB quotes for commercial grade is hovering around \$1350/55** per Tonne from western port. In Maharashtra it is being traded at Rs 8050 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.
- **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:

- **Price of castor oil in Rotterdam too have declined** from \$1725 to \$1605/1610 per metric tonne during last one month. More downward move is unlikely at this point of time as demand in the global market remains supportive to the market fundamentals.
- **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 trade firm on Wednesday.

| NCDEX Castor Futures |     |      |      |      |       |        | Date: 03.06.2014 |        |        |
|----------------------|-----|------|------|------|-------|--------|------------------|--------|--------|
| Contract             | +/- | Open | High | Low  | Close | Volume | Change           | OI     | Change |
| <b>June-14</b>       | 97  | 3898 | 4000 | 3877 | 3981  | 63800  | 12220            | 85440  | 16340  |
| <b>July-14</b>       | 99  | 4016 | 4115 | 3983 | 4095  | 89090  | 21250            | 186820 | 12750  |
| <b>Aug-14</b>        | 107 | 4172 | 4275 | 4160 | 4260  | 10010  | 9380             | 42210  | 6810   |

| Spread     | June-14 | July-14 | Aug-14 | Sept-14 |
|------------|---------|---------|--------|---------|
| Spot/Deesa | 178     |         |        |         |
| June-14    |         | 114     |        |         |
| July-14    |         |         | 165    |         |
| Aug-14     |         |         |        |         |

| Stocks  | Demat           | In- Process     | Total           | FED             |
|---------|-----------------|-----------------|-----------------|-----------------|
|         | <b>2.6.2014</b> | <b>2.6.2014</b> | <b>2.6.2014</b> | <b>2.6.2014</b> |
| Bhabhar | 1800            | 0               | 1800            | 1800            |
| Deesa   | 34865           | 252             | 35117           | 34865           |
| Kadi    | 57178           | 171             | 57349           | 57178           |
| Patan   | 52816           | 1017            | 53833           | 53672           |

### Castor Seed Daily Prices on 03.06.2014

| Commodity   | Center    | Market    | Price (Rs/Q) |          | Change |
|-------------|-----------|-----------|--------------|----------|--------|
|             |           |           | 3-Jun-14     | 2-Jun-14 |        |
| Castor Seed | Rajasthan | Sumerpur  | 3625         | 3610     | 15     |
|             |           | Jodhpur   | 3500         | 3450     | 50     |
|             | Gujarat   | Rajkot    | 3700         | 3700     | Unch   |
|             |           | Gondal    | NR           | NR       | -      |
|             |           | Patan     | NR           | 3895     | -      |
|             |           | Deesa     | 3790         | 3825     | -35    |
|             |           | Mehsana   | 3800         | 3775     | 25     |
|             |           | Kadi      | 3795         | NR       | -      |
|             |           | Ahmedabad | 3850         | 3775     | 75     |

### Castor Seed Daily Arrivals on 03.06.2014

| Commodity   | Center               | Market        | Fig. in Quintal |              | Change       |
|-------------|----------------------|---------------|-----------------|--------------|--------------|
|             |                      |               | 3-Jun-14        | 2-Jun-14     |              |
| Castor Seed | Rajasthan            | Sumerpur      | 400             | 400          | Unch         |
|             |                      | Jodhpur       | 160             | 240          | -80          |
|             | Gujarat              | Rajkot        | 1100            | 1800         | -700         |
|             |                      | Gondal        | NR              | NR           | -            |
|             |                      | Patan         | NR              | 6205         | -            |
|             |                      | Deesa         | 2276            | 1080         | 1196         |
|             |                      | Mehsana       | 320             | 800          | -480         |
|             |                      | Kadi          | 1312            | NR           | -            |
|             |                      | Other Gujarat | 42992           | 42115        | 877          |
|             | <b>Total Arrival</b> |               |                 | <b>44560</b> | <b>48560</b> |

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

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