

Castor Domestic Fundamentals:

- **Weak dollar and halted demand for oil and other castor products have pressurized cash market on Wednesday.** Some stockists in physical market too took advantage of higher prices. Besides, stake holders in future markets squared up their position to book Profit. More dip is expected this week in cash and future markets. Prices in Gondal ,Mehsana, Sumerpur decreased in the range of Rs 25 to Rs 100 per qtl. however some improvement was seen in Patan Deesa and Mehshana.
- **FOB Quote for Castor oil first grade at Kandla has increased** from \$1475 to \$1510 per tonne. It is almost 15 percent higher than the price realised in June 2013. Sharp increase in FoB quote is mainly attributed to higher seed price and good demand from overseas market. As market sentiment remains firm with good back up by demand, it may cross \$1550 by the end of July. In local market commercial grade castor oil is being quoted at Rs 8750 per quintal,in \$ term it comes to \$1440/1450 per tonne. It is 16.7 percent higher than the price in June,2013.
- **Castor meal export price for bulk quantity stayed steady** at \$115 per tonne. It is higher by 17.39 percent from June 2013 . Stronger
- **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 . Production target for 2014-15 has been set at 16.65 lakh tonne.

International Market Update:

- **Demand for castor meal and oil continues from EU,USA and China.FOB quote** from Kandla has been registered at \$1510 per tonne and it may go up further by mid July as seed price is getting firmer day by day.During last one week export quote from Kandla port has increased over 14 percent. Export quote for meal stayed steady at \$115 per tonne. China ,EU and Belgium brought almost 4500,5500 tonne meal in last two weeks.
- **Price of castor oil in Rotterdam too has increased from \$1685 to \$1830** per metric tonne during last one week. As castor oil prices are moving up in domestic market, oil price in Rotterdam is bound to increase. Brazil and China would remain oil importer as local production is much lower than their current demand.

Domestic market Outlook: Market is expected to trade steady to weak.

NCDEX Castor Futures								Date: 02.07.2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
July-14	-69	4427	4444	4325	4364	72160	-22250	135130	-6275
Aug-14	-64	4570	4587	4472	4510	95340	-16360	197560	3100
Sept-14	-63	4687	4703	4596	4631	13480	-2760	41310	1850

Spread	July-14	Aug-14	Sept-14	Oct-14
Spot/De esa				
July-14	61			
Aug-14		146		
Sep-14			121	

Stocks	Demat	In- Process	Total	FED
	1.7.2014	1.7.2014	1.7.2014	30.6.2014
Bhabhar	1365	0	1365	1365
Deesa	35158	862	36020	35158
Kadi	64722	584	65306	64369
Patan	54142	796	54938	54071

Castor Seed Daily Prices on 2 July 2014

Commodity	Center	Market	Price (Rs/Q)		Change
			2-Jul-14	1-Jul-14	
Castor Seed	Rajasthan	Sumerpur	4150	4175	-25
		Jodhpur	4100	4100	Unch
	Gujarat	Rajkot	4165	4210	-45
		Gondal	4230	4330	-100
		Patan	4450	4375	75
		Deesa	4425	4330	95
		Mehsana	4325	4275	50
		Kadi	4300	4315	-15
		Ahmedabad	4200	4275	-75

Castor Seed Daily Arrivals.

Commodity	Center	Market	Fig. in Quintal		Change
			2-Jul-14	1-Jul-14	
Castor Seed	Rajasthan	Sumerpur	240	280	-40
		Jodhpur	160	240	-80
	Gujarat	Rajkot	430	610	-180
		Gondal	476	360	116
		Patan	5296	5876	-580
		Deesa	1935	1071	864
		Mehsana	800	500	300
		Kadi	1696	1200	496
		Other Gujarat	17367	22383	-5016
	Total Arrival		28400	32520	-4120

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

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