

Castor Domestic Fundamentals:

- **Castor cash market continued its downward trend as expected on Thursday** on weak demand in domestic and overseas markets and stronger INR. Market expects more dip in cash market this week. Cash markets decreased by Rs 25 to Rs 155 per qtl. in various market today. The highest decrease was registered in Patan and the lowest in Rajkot.
- **Stockists in physical market too took advantage of higher prices** and released stock. Besides, stake holders in future markets squared up their position to book profit. More dip is expected this week in future markets too.
- **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. 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.
- **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 likely to trade weak.

NCDEX Castor Futures								Date: 03.07.2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
July-14	6	4340	4384	4305	4355	52910	-20250	123130	-7275
Aug-14	12	4476	4521	4441	4494	118110	-26360	202060	4100
Sept-14	5	4583	4635	4555	4609	52910	22760	43310	2850

Spread	July-14	Aug-14	Sept-14	Oct-14
Spot/Deesa				
July-14	5			
Aug-14		139		
Sept-14			115	

Stocks	Demat	In- Process	Total	FED
	2.7.2014	2.7.2014	2.7.2014	30.6.2014
Bhabhar	1224	0	1224	1365
Deesa	35629	320	35949	35158
Kadi	64934	533	65467	64369
Patan	53959	685	54644	54071

Castor Seed Daily Prices on 3 July 2014

Commodity	Center	Market	Price (Rs/Q)		Change
			3-Jul-14	2-Jul-14	
Castor Seed	Rajasthan	Sumerpur	4035	4150	-115
		Jodhpur	4000	4100	-100
	Gujarat	Rajkot	4140	4165	-25
		Gondal	4080	4130	-50
		Patan	4295	4450	-155
		Deesa	4350	4425	-75
		Mehsana	4275	4325	-50
		Kadi	4225	4300	-75
		Ahmedabad	4150	4200	-50

Castor Seed Daily Arrivals.

Commodity	Center	Market	Fig. in Quintal		Change
			3-Jul-14	2-Jul-14	
Castor Seed	Rajasthan	Sumerpur	320	240	80
		Jodhpur	160	160	Unch
	Gujarat	Rajkot	400	430	-30
		Gondal	217	476	-259
		Patan	9178	5296	3882
		Deesa	1553	1935	-382
		Mehsana	1600	800	800
		Kadi	2680	1696	984
		Other Gujarat	10772	17367	-6595
	Total Arrival		26880	28400	-1520

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

Disclaimer: The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php> © 2014 Indian Agribusiness Systems Pvt Ltd.