

### Castor Domestic Fundamentals:

- **Stock release by private players up to 20 percent of their** retention and profit booking in future markets pressurized cash market and it extended its loss further. From last trading session on Friday. Buyers for seed and castor products remain sidelined as expected in the beginning of this week. However, more dip is unlikely as crush margin at current level turned into positive once again and buyers from overseas market may start fresh buying once again at lower level.
- **In bench mark mandi like Deesa in Gujarat prices are still hovering near** Rs 4300 per qtl. and traders say that stockists would not continue to sell more stock at this level as they are well aware of bullish fundamental. Despite recent decrease FOB quotes in Rajkot stay steady at previous level. This indicates firmness to continue in the weeks ahead. Current dip is considered as correction before second uptrend.
- **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.
- **Till June overall rainfall deficit was registered at -40 percent. If it** continues to extend its deficit phase, area under castor seed would increase by 8.86 percent from 993 to 1081 thousand ha. Sowing is yet to start. Higher area would increase production from 1656.34 to 1869.57 thousand tonne this year. As it is preliminary estimate, 2 to 3 percent minus –plus probability still exists. Actual picture would be clear by the end of Sept. by then we would be able to get overall rainfall picture.

### International Market Update:

- **Castor meal export during June has increased by 14.65 percent** from last month to 84664.12 tonne. During this period average FOB quote too increased from \$119.25 to \$136.72 per tonne. Major buyers were Korea, Taiwan, Japan and Malaysia.
- **Castor oil first grade Kandla export FOB quotes** hover in the range of \$1505 to \$1510 per tonne.
- **Price of castor oil in Rotterdam too has increased from \$1685 to \$1830** per metric tonne during last one week.

**Domestic market Outlook:** Market is likely to trade steady to slightly firm next week.

NCDEX Castor Futures								Date: 04.07.2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
<b>July-14</b>	<b>-65</b>	4342	4342	4205	4304	79440	24250	114400	-4275
<b>Aug-14</b>	<b>-62</b>	4475	4475	4338	4445	200760	86360	211550	7100
<b>Sept-14</b>	<b>-71</b>	4580	4580	4454	4556	23120	-26760	43310	2850

Spread	July-14	Aug-14	Sept-14	Oct-14
Spot/Deesa				
July-14	46			
Aug-14		141		
Sept-14			114	

Stocks	Demat	In- Process	Total	FED
	<b>3.7.2014</b>	<b>3.7.2014</b>	<b>3.7.2014</b>	<b>30.6.2014</b>
Bhabhar	1224	0	1224	1365
Deesa	35900	332	36232	35158
Kadi	64954	694	65648	64369
Patan	54442	1279	55721	54071

### Castor Seed Daily Prices on 4 July 2014

Commodity	Center	Market	Price (Rs/Q)		Change
			4-Jul-14	3-Jul-14	
Castor Seed	Rajasthan	Sumerpur	4050	4035	15
		Jodhpur	3900	4000	-100
	Gujarat	Rajkot	4165	4140	25
		Gondal	4180	4080	100
		Patan	4295	4295	Unch
		Deesa	4300	4350	-50
		Mehsana	4200	4275	-75
		Kadi	4550	4225	325
		Ahmedabad	4150	4150	Unch

### Castor Seed Daily Arrivals.

Commodity	Center	Market	Fig. in Quintal		Change
			4-Jul-14	3-Jul-14	
Castor Seed	Rajasthan	Sumerpur	280	320	-40
		Jodhpur	160	160	Unch
	Gujarat	Rajkot	800	400	400
		Gondal	189	217	-28
		Patan	12083	9178	2905
		Deesa	3400	1553	1847
		Mehsana	3200	1600	1600
		Kadi	3640	2680	960
		Other Gujarat	40688	10772	29916
	Total Arrival		64440	26880	37560

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

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