

Castor Domestic Fundamentals:

- **Castor cash market traded mixed on Tuesday** while bears operators short their position and futures decreased by Rs 100 in near month. Price in Jodhpur market decreased from Rs 4000 to 3900 per qtl. Against this, price in Sumerpur, Patan and Deesa recovered from previous level by Rs 50 per qtl. Castor seed traded unchanged in Rajkot and Gondal. Overall sentiments remain firm and prices may move up from current level.
- **However, it is considered temporary phase of downward correction.** Market would start improving from the third week of July. Stake holders in futures market would prefer to take fresh position in August as they are well aware of short supply of seed this year.
- **FOB Quote for Castor oil first grade at Kandla has decreased** from \$1510 to \$1500 per tonne. However it is almost 14 percent higher than the price realised in June 2013. As market sentiment remains firm with good back up by demand in the weeks ahead, it may cross \$1550 by the end of July. In local market commercial grade castor oil is being quoted at Rs 8700 per quintal, in \$ term it comes to \$1430/1435 per tonne. It is 15.3 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. 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 \$1500 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 steady to slightly firm on Monday.

NCDEX Castor Futures								Date: 08.07.2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
July-14	-103	4270	4298	4181	4181	52910	-20250	123130	-7275
Aug-14	-96	4407	4440	4329	4330	118110	-26360	202060	4100
Sept-14	-92	4529	4571	4454	4454	52910	22760	43310	2850

Spread	July-14	Aug-14	Sept-14	Oct-14
Spot/Deesa				
July-14	28			
Aug-14		139		
Sep-14			124	

Stocks	Demat	In- Process	Total	FED
	7.7.2014	7.7.2014	7.7.2014	7.7.2014
Bhabhar	981	0	981	981
Deesa	32485	50	32535	32485
Kadi	60637	643	61280	60637
Patan	49243	533	49776	49243

Castor Seed Daily Prices on 8 July 2014

Commodity	Center	Market	Price (Rs/Q)		Change
			8-Jul-14	7-Jul-14	
Castor Seed	Rajasthan	Sumerpur	4050	4100	-50
		Jodhpur	4000	3900	100
	Gujarat	Rajkot	4120	4085	35
		Gondal	4155	4130	25
		Patan	4255	4290	-35
		Deesa	4275	4300	-25
		Mehsana	4225	4235	-10
		Kadi	4230	Closed	-
		Ahmedabad	NR	4300	-

Castor Seed Daily Arrivals.

Commodity	Center	Market	Fig. in Quintal		Change
			8-Jul-14	7-Jul-14	
Castor Seed	Rajasthan	Sumerpur	160	160	Unch
		Jodhpur	320	80	240
	Gujarat	Rajkot	482	312	170
		Gondal	209	367	-158
		Patan	4849	4388	461
		Deesa	761	690	71
		Mehsana	800	960	-160
		Kadi	737	Closed	-
		Other Gujarat	-	25283	-
	Total Arrival		8318	32240	-23922

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

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