

Castor Domestic Fundamentals:

- **Cash market continues to trade under pressure taking clue** from futures market. Prices decreased in the range of Rs 50 to Rs 100 per qtl. on Wednesday. Besides, lower demand for oil at higher level and prevailing uncertainty over rainfall in castor growing region has left market in a fix right now. Nobody is sure about area this year at this point of time.
- **Higher delivery in July from NCDEX warehouses and bear** operators' activeness may pressurize cash market further from current level despite firm outlook in the medium term. Market may start moving up from the third week of July. Overall sentiments still remain bullish as short supply of seed remains visible.
- **FOB Quote for Castor oil first grade at Kandla has decreased** from \$1510 to \$1500 per tonne last week. It is almost 15.73 percent higher than the price recorded in July 2013. As overall market sentiment remains firm , it may cross \$1550 by the end of July. In local market commercial grade castor oil is being quoted at Rs 8800 per quintal, in \$ term it comes to \$1475/1476 per tonne. It is 18.11 percent higher than the price in July,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 weak on Thursday.

NCDEX Castor Futures								Date: 09.07.2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
July-14	4	4181	4230	4161	4180	25560	-26250	79270	-24970
Aug-14	-18	4311	4379	4309	4333	123290	3360	231740	5100
Sept-14	-12	4469	4504	4426	4455	39210	-13760	54210	6850

Spread	July-14	Aug-14	Sept-14	Oct-14
Spot/De esa				
July-14	95			
Aug-14		153		
Sep-14			117	

Stocks	Demat	In- Pss	Total	FED
	8.7.2014	8.7.2014	8.7.2014	7.7.2014
Bhabhar	981	0	981	981
Deesa	32485	935	33420	32485
Kadi	61140	1181	62321	60637
Patan	49163	723	49886	49243

Castor Seed Daily Prices on 9 July 2014

Commodity	Center	Market	Price (Rs/Q)		Change
			9-Jul-14	8-Jul-14	
Castor Seed	Rajasthan	Sumerpur	4000	4050	-50
		Jodhpur	3900	4000	-100
	Gujarat	Rajkot	4070	4120	-50
		Gondal	4055	4155	-100
		Patan	4255	4255	Unch
		Deesa	4275	4275	Unch
		Mehsana	4225	4225	Unch
		Kadi	4200	4230	-30
		Ahmedabad	4200	NR	-

Castor Seed Daily Arrivals.

Commodity	Center	Market	Fig. in Quintal		Change
			9-Jul-14	8-Jul-14	
Castor Seed	Rajasthan	Sumerpur	120	160	-40
		Jodhpur	160	320	-160
	Gujarat	Rajkot	480	482	-2
		Gondal	399	209	190
		Patan	2755	4849	-2094
		Deesa	341	761	-420
		Mehsana	720	800	-80
		Kadi	960	737	223
		Other Gujarat	34345	-	-
	Total Arrival		40280	8318	31962

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

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