

Castor Domestic Fundamentals:

- **Castor cash market traded mixed on Friday** amid firm inner tonne. Sellers are unwilling to offer their stock at current price as they know the emerging tight the seed supply position. Seed products like oil and meal demand remains sluggish and major stake holders are waiting for current month settlement. Large volume is available for delivery in July and the maximum quantity is expected to be delivered this month.
- **Market has adjusted the impact of downward pressure** seen in last three-four days. August onward short supply in cash market may support market from current level. The overall trend still remains bullish. However, rainfall status in July would finally set the direction for the castor market. Farmers in Rajasthan and Gujarat are still awaiting for rain.
- **FOB Quote for Castor oil first grade at Kandla has decreased** from \$1500 to \$1495 per tonne. However it is almost 14.5 percent higher than the price realised in July 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: Cash market is likely to trade steady to slightly firm.

NCDEX Castor Futures								Date: 11.07.2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
July-14	90	4184	4272	4284	4270	53080	8000	33020	-28240
Aug-14	27	4334	4409	4332	4366	165890	35675	264620	5875
Sept-14	28	4463	4536	4463	4488	57750	30265	64060	10520

Spread	July-14	Aug-14	Sept-14	Oct-14
Spot/Deesa				
July-14	35			
Aug-14		96		
Sep-14			124	

Stocks	Demat	In- Process	Total	FED
	10.7.2014	10.7.2014	10.7.2014	7.7.2014
Bhabhar	9810	0	981	981
Deesa	33159	222	33381	32485
Kadi	62452	393	62845	60637
Patan	48563	1158	49721	49243

Castor Seed Daily Prices on 11 July 2014

Commodity	Center	Market	Price (Rs/Q)		Change
			11-Jul-14	10-Jul-14	
Castor Seed	Rajasthan	Sumerpur	4060	4000	60
		Jodhpur	NA	NA	-
	Gujarat	Rajkot	4025	4035	-10
		Gondal	4080	4055	25
		Patan	4270	4285	-15
		Deesa	4235	4235	Unch
		Mehsana	4175	4200	-25
		Kadi	4200	4205	-5
		Ahmedabad	4175	4150	25

Castor Seed Daily Arrivals.

Commodity	Center	Market	Fig. in Quintal		Change
			11-Jul-14	10-Jul-14	
Castor Seed	Rajasthan	Sumerpur	160	80	80
		Jodhpur	NA	NA	-
	Gujarat	Rajkot	432	160	272
		Gondal	289	282	7
		Patan	3803	2726	1077
		Deesa	280	795	-515
		Mehsana	960	640	320
		Kadi	2320	1280	1040
		Other Gujarat	31916	36117	-4201
		Total Arrival		40160	42080

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

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