

### Castor Domestic Fundamentals:

- **Castor cash and futures market posts slight recovery from previous** trading session as expected on Thursday. Buyers still remain sidelined seeking directional clue from the cash market. No trade of oil has been reported today. Overall sentiment for cash market is strong and Agriwatch expects market to improve from current level. Stake holders have started building up position in nearby and long month.
- **Farmers in Gujarat, Karnataka, Andhra Pradesh and Telengana have started** sowing of castor seed with slow pace. However, it is 28 percent higher in Telengana/AP from last year till 10<sup>th</sup> July. It is lagging behind in Karnataka and Gujarat considerably. Overall sowing in the second week of July till 11<sup>th</sup> was recorded at 0.41 lakh ha. almost lower by 6.8 percent from previous year till corresponding date.
- **Despite market being in bears grip fundamental for seed market** remains strong. Market is expected to face short supply of seed August onward. Out of 15.8 lakh tonne seed available for crushing almost 7 lakh tonne seed has been crushed so far. Around 3 lakh tonne seed is available with big players who would prefer releasing seed in parts. So availability of seed for the rest of the year would fall short against actual monthly seed requirement of over one lakh tonne. It will push market up once again.
- **FOB Quote for Castor oil first grade at Kandla has decreased** from \$1475 to \$1460 per tonne in last two days. However, it is almost 14.31 percent higher than the price realised in July 2013. Firmness would depend on rainfall status in the month of July. In local market commercial grade castor oil is being quoted at Rs 86500 per tonne, almost Rs 500 per tonne lower from previous trading session. In \$ term it comes to \$1448/1450 per tonne. It is 17.16 percent higher than the price in June, 2013. Importers may wait for a week to start fresh deal.
- **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:

- **FoB quotes for castor oil at Kandla are being quoted around \$ 1460 per tonne** for export. Price has decreased almost \$25/30 per toone in last one week as seed prices declined much more than expectation. Seed availability for this month is ample as considerable quantity from NCDEX ware houses for delivery in July is due despite lower pace of delivered seed.
- **Buyers like EU, USA and China remain sidelined.** Export quote for meal decreased from \$110 to \$105 per tonne. Price of castor oil in Rotterdam too has decreased from \$1755 to \$1750 per metric tonne in last three days.

**Domestic market Outlook:** Cash market is likely to trade steady to slightly firm.

NCDEX Castor Futures								Date: 17.07.2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
<b>July-14</b>	<b>7</b>	4098	4139	4055	4130	2900	-5100	4290	-780
<b>Aug-14</b>	<b>27</b>	4159	4190	4104	4186	192200	-7375	236940	4875
<b>Sept-14</b>	<b>31</b>	4240	4305	4222	4301	10710	6325	93850	9520

Spread	July-14	Aug-14	Sept-14	Oct-14
Spot/Deesa				
July-14	85			
Aug-14		56		
Sep-14			115	

Stocks	Demat	In- Process	Total	FED
	<b>16.7.2014</b>	<b>16.7.2014</b>	<b>16.7.2014</b>	<b>14.7.2014</b>
Bhabhar	981	0	981	981
Deesa	34908	181	35089	34085
Kadi	62953	706	63659	62530
Patan	50441	1235	51676	50441

### Castor Seed Daily Prices on 17 July 2014

Commodity	Center	Market	Price (Rs/Q)		Change
			17-Jul-14	16-Jul-14	
Castor Seed	Rajasthan	Sumerpur	3900	3960	-60
		Jodhpur	3800	3850	-50
	Gujarat	Rajkot	3860	3925	-65
		Gondal	4055	3980	75
		Patan	4065	NA	-
		Deesa	4045	4175	-130
		Mehsana	4005	4160	-155
		Kadi	4020	NA	-
		Ahmedabad	4050	4201	-151

### Castor Seed Daily Arrivals.

Commodity	Center	Market	Fig. in Quintal		Change
			17-Jul-14	16-Jul-14	
Castor Seed	Rajasthan	Sumerpur	320	80	240
		Jodhpur	NA	NA	-
	Gujarat	Rajkot	75	276	-201
		Gondal	106	221	-115
		Patan	2701	NA	-
		Deesa	769	1600	-831
		Mehsana	480	480	Unch
		Kadi	1600	NA	-
		Other Gujarat	14269	17423	-3154
	Total Arrival		8899	20320	20080

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

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