

Castor Domestic Fundamentals:

- **Cash market traded mixed on Saturday.** No major buying was noticed at this weekend. However, Demand is expected from this week starting from Monday. 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 months.
- **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 10th July. It is lagging behind in Karnataka and Gujarat considerably. Overall sowing in the second week of July till 11th 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 stay steady to slightly weak.

NCDEX Castor Futures								Date: 18.07.2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
July-14	-23	4152	4155	4103	4111	9150	7100	8190	4230
Aug-14	-17	4177	4204	4121	4163	162480	-22225	234960	2475
Sept-14	-18	4300	3419	4240	4279	42950	32475	100190	9500

Spread	July-14	Aug-14	Sept-14	Oct-14
Spot/De esa				
July-14	61			
Aug-14		53		
Sep-14			111	

Stocks	Demat	In- Process	Total	FED
	18.7.2014	18.7.2014	18.7.2014	14.7.2014
Bhabhar	981	0	981	981
Deesa	35169	172	35341	34085
Kadi	59803	221	60024	62530
Patan	52474	508	52982	50441

Castor Seed Daily Prices on 19 July 2014

Commodity	Center	Market	Price (Rs/Q)		Change
			19-Jul-14	18-Jul-14	
Castor Seed	Rajasthan	Sumerpur	3925	3900	25
		Jodhpur	NA	3800	-
	Gujarat	Rajkot	3920	3900	20
		Gondal	3900	4100	-200
		Patan	4055	4085	-30
		Deesa	4050	4050	Unch
		Mehsana	4025	4050	-25
		Kadi	4035	4035	Unch
		Ahmedabad	NA	4050	-

Castor Seed Daily Arrivals.

Commodity	Center	Market	Fig. in Quintal		Change
			19-Jul-14	18-Jul-14	
Castor Seed	Rajasthan	Sumerpur	80	80	Unch
		Jodhpur	NA	NA	-
	Gujarat	Rajkot	210	258	-48
		Gondal	122	144	-22
		Patan	1820	2313	-493
		Deesa	400	928	-528
		Mehsana	400	480	-80
		Kadi	800	800	Unch
		Other Gujarat	NA	12677	-
	Total Arrival		3832	17680	-13848

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

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