

### Castor Domestic Fundamentals:

- **Mixed sentiments reported in major spot cash market of castor on Friday.**
- Sellers/stockists are unwilling to release stock at current price. Market is awaiting for export demand, that may clear directional move for the weeks ahead. However, medium term outlook remains bullish.
- **Castor coverage area lags behind by 0.4 percent so far from last year.** Total area coverage till 18th July was recorded at 0.71 thousand ha. against the normal of 1.15 lakh ha. Overall normal area for the whole year is 10.37 lakh ha. Farmers had sowed 0.87 thousand ha last year till middle of July. Delayed rains have slowed down sowing progress this year. As rainfall status has improved sowing of castor seed is getting momentum now. Rainfall during next one month would remain crucial. There is a general view that castor production would be higher by 3 to 4 lakh T than last year, given the normal weather condition in August and Sept.
- **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 or may retain it for three –four months from now. 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.**
- **No trade of oil/meal for export was reported yesterday. FOB Quote for Castor oil first grade at Kandla has decreased** from \$1475 to \$1460 per tonne last week., it is almost 15.51 percent higher than the price realised in July 2013. In local market commercial grade castor oil is being quoted at Rs 84500 per tonne, almost Rs 1500 per tonne lower than last week. In \$ term it comes to \$1445/1448 per tonne. It is 17.95 percent higher than the price in July, 2013. Importers may wait for a week to start fresh deal. Agriwatch expects price to stabilize near \$1445 to \$1450 per tonne.
- **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. Govt. Production target for 2014-15 has been set at 16.65 lakh tonne.

### International Market Update:

- **FoB quotes for castor oil at Kandla were quoted around \$ 1455 per tonne** for export. However, no trade was reported today. Price has decreased almost \$25/30 per tonne 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 \$107 per tonne. Price of castor oil in Rotterdam too has decreased from \$1755 to \$1705 per metric tonne in last one week.

**Domestic market Outlook: Market may stay steady to slightly weak .**

NCDEX Castor Futures								Date: 25.07.2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Aug-14	110.00	4097.00	4178.00	4073.00	4177.00	131640	-5930	185010	-12160
Sept-14	106.00	4207.00	4287.00	4179.00	4287.00	84110	24830	112190	-5610
Oct-14	103.00	4306.00	4397.00	4277.00	4397.00	42860	21280	91710	910

Spread	Aug-14	Sept-14	Oct-14	Nov-14
Spot/Deesa				
Aug-14	-102			
Sep-14		110		
Oct-14			110	

Stocks	Demat	In- Process	Total	FED
	24.7.2014	24.7.2014	24.7.2014	21.7.2014
Bhabhar	849	0	849	981
Deesa	35191	191	35382	35210
Kadi	58571	546	59117	59843
Patan	50840	731	51571	53029

### Castor Seed Daily Prices on 25 July 2014

Commodity	Center	Market	Price (Rs/Q)		Change
			25-Jul-14	24-Jul-14	
Castor Seed	Rajasthan	Sumerpur	3875	3825	50
		Jodhpur	3750	3750	Unch
	Gujarat	Rajkot	3930	3920	10
		Gondal	3930	3955	-25
		Patan	4080	4055	25
		Deesa	4075	4025	50
		Mehsana	4040	4025	15
		Kadi	3985	3990	-5
		Ahmedabad	4050	4100	-50

### Castor Seed Daily Arrivals.

Commodity	Center	Market	Fig. in Quintal		Change
			25-Jul-14	24-Jul-14	
Castor Seed	Rajasthan	Sumerpur	80	80	Unch
		Jodhpur	80	80	Unch
	Gujarat	Rajkot	150	296	-146
		Gondal	105	336	-231
		Patan	1026	845	181
		Deesa	484	520	-36
		Mehsana	240	400	-160
		Kadi	40	320	-280
		Other Gujarat	9955	9283	672
		Total Arrival		12160	12160

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

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