

### Castor Domestic Fundamentals:

- **Overall firm sentiments witnessed in major spot cash markets of castor on Saturday.**
- 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 firm.

NCDEX Castor Futures								Date: 25.07.2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Aug-14	-	-	-	-	-	-	-	-	-
Sept-14	-	-	-	-	-	-	-	-	-
Oct-14	-	-	-	-	-	-	-	-	-

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

Stocks	Demat	In- Process	Total	FED
	25.7.2014	25.7.2014	25.7.2014	21.7.2014
Bhabhar	849	0	849	981
Deesa	34981	50	35031	35210
Kadi	58087	866	58953	59843
Patan	50848	382	51230	53029

**Castor Seed Daily Prices on 26 July 2014**

Commodity	Center	Market	Price (Rs/Q)		Change
			26-Jul-14	25-Jul-14	
Castor Seed	Rajasthan	Sumerpur	3900	3875	25
		Jodhpur	3800	3750	50
	Gujarat	Rajkot	3995	3930	65
		Gondal	4005	3930	75
		Patan	4115	4080	35
		Deesa	4090	4075	15
		Mehsana	4100	4040	60
		Kadi	4065	3985	80
		Ahmedabad	4075	4050	25

**Castor Seed Daily Arrivals.**

Commodity	Center	Market	Fig. in Quintal		Change
			26-Jul-14	25-Jul-14	
Castor Seed	Rajasthan	Sumerpur	32	80	-48
		Jodhpur	80	80	Unch
	Gujarat	Rajkot	376	150	226
		Gondal	182	105	77
		Patan	2482	1026	1456
		Deesa	330	484	-154
		Mehsana	160	240	-80
		Kadi	560	40	520
		Other Gujarat	10310	9955	355
	Total Arrival		14512	12160	2352

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

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