

Castor Domestic Fundamentals:

- **Cash market continues to move range bound in lack of clear directional clue at this point of time.** Buyers are unwilling to offer higher price for castor products. Castor oil FoB price is hovering in the range of \$1430 to \$1460 per tonne from last two weeks. Higher coverage area and weak demand amid piling inner tonne weighed on market fundamental.
- **Area coverage till 14th August has been registered at 5.52 lakh ha.,** higher than last year (4.89 lakh ha.) till date. Normal area for whole kharif season is 10.37 lakh ha. Area under castor seed is likely to increase at least by 9 to 10 percent from 9.83 to 10.54 lakh ha. in 2014-15. However, it would not impact price much in the third quarter, as new crop would hit market next year in January.
- **No major change in castor products price has been** witnessed from previous trading session. Castor meal FOR is being quoted at Rs 6300 per tonne, moderately higher (Rs 6050 per tonne) than previous trading session. It is -1.25 percent lower than last week and 6.60 percent higher than the price realized during August 2014. FOB Quote for Castor oil first grade at Kandla has increased from \$1430 to \$1440 per tonne in last three days. However, it is almost 18.12 percent higher than the price realised in August 2013. Castor meal export price for bulk quantity too has increased slightly from \$105 to \$108 per tonne. It is higher by 9.35 percent from August, 2013.
- **Market is expected to face short supply of seed August onward. Out of 15.8 lakh** tonne seed available for crushing almost 7.5 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. Govt has released third adv. Estimate of food grains 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 quote for castor oil at Kandla has increased from** \$1430 to \$1440 for export in last three days. Price has increased almost \$10 per tonne today despite lower quotes for seed. Buyers like China, EU and Japan may enter in to the market in second half of August for bulk buying.
- **Demand for castor meal continues from EU, USA and China. However,** recent dip has slowed down fresh deal for the same. As buyers remain inactive FOB price is bound to stay steady in the third week of August. Export quote for meal increased slightly by \$2 to \$108 per tonne today.
- **Price of castor oil in Rotterdam too has decreased from \$1755 to** \$1705 per metric tonne during last two weeks. Buyers like EU, USA and China remain sidelined. 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 trade steady to slightly weak.

NCDEX Castor Futures								Date: 20.08.2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Sept-14	9	4220	4242	4143	4225	128170	51700	175250	58260
Oct-14	8	4294	4309	4209	4290	38700	23290	117690	73400
Nov-14	8	4359	4373	4270	4352	10290	-	59220	-

Spread	Sept-14	Oct-14	Nov-14	Dec-14
Spot/Deesa				
Oct-14	100			
Nov-14		65		
Dec-14			67	

Stocks	Demat	In- Process	Total	FED
	19.8.2014	19.8.2014	19.8.2014	18.8.2014
Bhabhar	587	0	587	587
Deesa	30457	0	30457	30457
Kadi	52388	0	52388	52388
Patan	48840	60	48900	48608

Castor Seed Daily Prices on 20 August 2014

Commodity	Center	Market	Price (Rs/Q)		Change
			20-Aug-14	19-Aug-14	
Castor Seed	Rajasthan	Sumerpur	3900	3900	Unch
		Jodhpur	3800	3800	Unch
	Gujarat	Rajkot	Closed	Closed	-
		Gondal	Closed	Closed	-
		Patan	NR	4090	-
		Deesa	4125	NR	-
		Mehsana	4100	4050	50
		Kadi	4050	NR	-
		Ahmedabad	4025	3925	100

Castor Seed Daily Arrivals.

Commodity	Center	Market	Fig. in Quintal		Change
			20-Aug-14	19-Aug-14	
Castor Seed	Rajasthan	Sumerpur	80	80	Unch
		Jodhpur	400	240	160
	Gujarat	Rajkot	Closed	Closed	-
		Gondal	Closed	Closed	-
		Patan	NR	2290	-
		Deesa	716	NR	-
		Mehsana	480	200	280
		Kadi	560	NR	-
		Other Gujarat	17244	15510	1734
		Total Arrival		19480	18320

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

Disclaimer: The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php> © 2014 Indian Agribusiness Systems Pvt Ltd.