

### Castor Domestic Fundamentals:

- **No major change in sentiments has been witnessed in castor market on Friday. Cash market is likely to trade range bound in the weeks** ahead as weak demand restricts upward momentum. Planters are offering Rs 795 per 20 kg. In Mehsana and are unwilling to offer higher price for castor seed at this point of time. Castor oil FOB quote is hovering in the range of \$1440 to \$1442 per tonne. As area coverage has improved considerably amid sluggish demand, any uptrend in the short term is unlikely.
- **Area coverage till 14<sup>th</sup> 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 8.0 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 increased from \$1705 to \$1725** per metric tonne during last one week. Buyers like EU, USA and China remain sidelined.
- **No major export trade was reported on Thursday** and buyers are waiting for a clear directional clue.

**Domestic market Outlook:** Market is expected to trade in a range.

NCDEX Castor Futures								Date: 22.08.2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
<b>Sept-14</b>	-46	4247	4247	4186	4209	107610	-21700	166176	-9280
<b>Oct-14</b>	-47	4313	4313	4250	4272	44750	65750	124520	5110
<b>Nov-14</b>	-48	4370	4375	4325	4338	12700	2000	60160	910

Spread	Sept-14	Oct-14	Nov-14	Dec-14
Spot/Deesa				
Oct-14	55			
Nov-14		64		
Dec-14			27	

Stocks	Demat	In- Process	Total	FED
	<b>21.8.2014</b>	<b>21.8.2014</b>	<b>21.8.2014</b>	<b>18.8.2014</b>
Bhabhar	324	0	324	587
Deesa	29416	10	29426	30457
Kadi	51541	20	51561	52388
Patan	47165	0	47165	48608

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

## Castor Seed Daily Prices on 22 August 2014

Commodity	Center	Market	Price (Rs/Q)		Change
			22-Aug-14	21-Aug-14	
Castor Seed	Rajasthan	Sumerpur	3925	3950	-25
		Jodhpur	3800	3800	Unch
	Gujarat	Rajkot	3800	3750	50
		Gondal	3755	3780	-25
		Patan	NR	4150	-
		Deesa	NR	4200	-
		Mehsana	4125	4150	-25
		Kadi	4085	4065	20
		Ahmedabad	NA	NA	-

## Castor Seed Daily Arrivals.

Commodity	Center	Market	Fig. in Quintal		Change
			22-Aug-14	21-Aug-14	
Castor Seed	Rajasthan	Sumerpur	80	80	Unch
		Jodhpur	160	80	80
	Gujarat	Rajkot	245	215	30
		Gondal	40	11	29
		Patan	NR	4748	-
		Deesa	NR	1000	-
		Mehsana	360	480	-120
		Kadi	992	488	504
		Other Gujarat	NA	NA	-
		Total Arrival		1877	7102

**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.