

Castor Domestic Fundamentals:

- **Downward pressure continued to dominate cash market on Monday.** Lower demand in declining market and 49.18 percent higher area coverage till 22, August against last years' corresponding period drove market down. With considerable improvement in area inner tone has weakened and pressure is likely to continue in ongoing week.
- **Area coverage till 22nd August has been registered at 7.31 lakh ha.,** higher than last year (4.90 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. Almost 70 percent of normal area has been covered so far.
- **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, almost same (Rs 6310 per tonne) than previous week. 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 slightly from \$1440 to \$1445 per tonne in last one week. 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 \$107 to \$108 per tonne. It is higher by 9.35 percent from August, 2013.
- **Market is expected to face short supply of seed in Sept. Out of 15.8 lakh tonne** seed available for crushing almost 8.5 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 fourth adv. Estimate of food grains for 2013-14 on 14, August, 2014. The govt. has estimated 16.89 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 \$1440 to \$1445** 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 weak.

NCDEX Castor Futures								Date: 25.08.2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Sept-14	-26	4197	4200	4131	4180	80610	-27700	162020	-4280
Oct-14	-30	4261	4275	4193	4244	44000	-450	123480	-2410
Nov-14	-18	4305	4327	4270	4325	33100	18000	69280	6725

Spread	Sept-14	Oct-14	Nov-9714	Dec-14
Spot/Deesa				
Oct-14	55			
Nov-14		64		
Dec-14			27	

Stocks	Demat	In- Process	Total	FED
	23.8.2014	23.8.2014	23.8.2014	18.8.2014
Bhabhar	283	0	283	587
Deesa	28609	20	28629	30457
Kadi	45238	212	45450	52388
Patan	44654	182	44836	48608

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

Castor Seed Daily Prices on 25 August 2014

Commodity	Center	Market	Price (Rs/Q)		Change
			25-Aug-14	23-Aug-14	
Castor Seed	Rajasthan	Sumerpur	3870	3900	-30
		Jodhpur	3800	3800	Unch
	Gujarat	Rajkot	NA	3980	-
		Gondal	NA	3630	-
		Patan	4065	4105	-40
		Deesa	NA	4120	-
		Mehsana	4100	4055	45
		Kadi	NA	4055	-
		Ahmedabad	NA	NA	-

Castor Seed Daily Arrivals.

Commodity	Center	Market	Fig. in Quintal		Change
			25-Aug-14	23-Aug-14	
Castor Seed	Rajasthan	Sumerpur	56	120	-64
		Jodhpur	240	240	Unch
	Gujarat	Rajkot	NA	115	-
		Gondal	NA	91	-
		Patan	1566	5406	-3840
		Deesa	NA	192	-
		Mehsana	320	1200	-880
		Kadi	NA	684	-
		Other Gujarat	NA	NA	-
	Total Arrival		2182	8048	-5866

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.