

Castor Domestic Fundamentals:

- **Castor seed and its products traded mixed with weak bias likely to continue** in the weeks ahead. Sluggish demand for seed and its products continue to weigh on market fundamentals. No major trade was reported on Friday.
- **Overall castor area, as on 4th sept, has increased from 7.31 to 9.45 lakh ha in last** two weeks. However, it is lagging behind in Telengana by 30 , Karnataka 15 percent, Rajasthan 22 percent and Maharastra 37 percent in comparison to last year in corresponding period. However 65 percent increase in Rajasthan so far has compensated lower area in other states. Overall area so far is around 1.82 lakh ha. higher than last year in sept first week.
- **Castor seed x-mandi price in Gujarat has declined from Rs 42000 per tonne to Rs 41500 per tonne on Monday.** Price of seed was hovering near 42500 per tonne in the fourth week of July. However, it was ruling at Rs 35114 per tonne in August, 2013, almost 16.92 percent lower than current price. As buyers are unwilling to buy, more dip seems possible this week.
- **Castor meal FOR is being quoted at Rs 6200 per tonne, moderately lower** (Rs 6250 per tonne) than previous week. It is – 0.79 percent lower than last week and 9.96 percent higher than the price realized during August 2014. FOB Quote for Castor oil first grade at Kandla has decreased from \$1430 to \$1420 per tonne in last two days. However, it is almost 18.18 percent higher than the price realised in August 2013. Castor meal export price for bulk quantity too has decreased slightly from \$108 to \$107 per tonne. It is higher by 11.46 percent from August, 2013.
- **Market is expected to face short supply of seed in Nov. Out of 15.8 lakh** tonne seed available for crushing almost 9.2 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:

- **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 decreased slightly by \$1 to \$107 per tonne today.
- **However, price of castor oil in Rotterdam too has decreased from \$1729 to \$1720 per metric tonne** during last one week. Buyers like EU, USA and China remain sidelined.

Domestic market Outlook: Market is expected to trade weak.

NCDEX Castor Futures								Date:05.09.2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Sept-14	-13	4048	4057	4022	4038	27040	-26850	87080	-6280
Oct-14	-12	4095	4106	4074	4092	53840	-27250	137830	-3410
Nov-14	-18	4163	4177	4143	4157	15340	-2800	86080	2125

Spread	Sept-14	Oct-14	Nov-9714	Dec-14
Spot/Deesa				
Oct-14	62			
Nov-14		53		
Dec-14			66	

Stocks	Demat	In- Process	Total	FED
	4.9.2014	4.9.2014	4.9.2014	1.9.2014
Bhabhar	202	0	202	202
Deesa	22587	241	22828	22356
Kadi	44905	10	44915	44865
Patan	43880	311	44191	44745

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

Castor Seed Daily Prices on 05th September 2014

Commodity	Center	Market	Price (Rs/Q)		Change
			5-Sept-14	4-Sept-14	
Castor Seed	Rajasthan	Sumerpur	3780	3700	80
		Jodhpur	3800	3800	Unch
	Gujarat	Rajkot	3745	3795	-50
		Gondal	3830	3630	200
		Patan	3960	4000	-40
		Deesa	NR	4000	-
		Mehsana	3960	3950	10
		Kadi	4000	4000	Unch
		Ahmedabad	4050	4050	Unch

Castor Seed Daily Arrivals.

Commodity	Center	Market	Fig. in Quintal		Change
			5-Sept-14	4-Sept-14	
Castor Seed	Rajasthan	Sumerpur	NA	NA	-
		Jodhpur	NA	160	-
	Gujarat	Rajkot	175	480	-305
		Gondal	214	300	-86
		Patan	4740	3960	780
		Deesa	NR	400	-
		Mehsana	360	400	-40
		Kadi	320	160	160
		Other Gujarat	50	72	-22
		Total Arrival		596	5859

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