

Castor Domestic Fundamentals:

- **Some recovery in cash market was seen on Monday on the** back of fresh buying at lower level. However, overall sentiment remains bearish. There is no clear directional view of the cash market at this point of time. Players should wait and watch for the trend in futures.
- **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 41750 per** tonne to Rs 40900 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 6300 per tonne, moderately higher** (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 \$1415 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 increased slightly from \$107 to \$108 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:

- **Major buyers of meal includes South Korea, Taiwan, Japan, France and China.** They collectively brought 22001 tonne castor meal in August at an average Fob price of \$107 per tonne. In August total meal export declined by 28.80 percent in comparison to August last year. 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:08.09.2014	
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Sept-14	49	4047	4105	4024	4091	49140	23850	87080	-6280
Oct-14	53	4094	4163	4078	4147	97790	44250	177830	10410
Nov-14	46	4164	4225	4149	4210	15370	30	87600	1725

Spread	Sept-14	Oct-14	Nov-9714	Dec-14
Spot/Deesa				
Oct-14	16			
Nov-14		56		
Dec-14			63	

Stocks	Demat	In- Process	Total	FED
	6.9.2014	6.9.2014	6.9.2014	1.9.2014
Bhabhar	10	0	10	202
Deesa	20072	0	20072	22356
Kadi	41819	10	41829	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 08th September 2014

Commodity	Center	Market	Price (Rs/Q)		Change
			8-Sept-14	6-Sept-14	
Castor Seed	Rajasthan	Sumerpur	3760	3750	10
		Jodhpur	3800	3800	Unch
	Gujarat	Rajkot	3775	3755	20
		Gondal	3800	3855	-55
		Patan	3975	3970	5
		Deesa	4075	3950	125
		Mehsana	3940	3950	-10
		Kadi	NA	3975	-
		Ahmedabad	4050	4050	Unch

Castor Seed Daily Arrivals.

Commodity	Center	Market	Fig. in Quintal		Change
			8-Sept-14	6-Sept-14	
Castor Seed	Rajasthan	Sumerpur	56	40	16
		Jodhpur	240	160	80
	Gujarat	Rajkot	165	150	15
		Gondal	614	751	-137
		Patan	1431	6050	-4619
		Deesa	80	202	-122
		Mehsana	144	640	-496
		Kadi	NA	400	-
		Other Gujarat	55	75	-20
		Total Arrival		596	2785

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