

### Castor Domestic Fundamentals:

- **As expected cash and future market continued to decline and more dip is expected in the weeks ahead.** Area under castor may cross 10 lakh ha this year. Some damage report from Gujarat is not going to influence price as seed stock is said to be ample at this point of time. Weak demand in domestic and international market remains unsupportive to the cash market fundamentals.
- **Almost 90 percent area under castor seed has been covered so far. As on 5<sup>th</sup> sept**, area was recorded at 9.27 lakh ha. against 7.55 lakh ha last year till corresponding period. Overall area so far is around 1.7 lakh ha. higher than last year in sept first week. Sowing of castor seed is continues in Gujarat and Andhra Pradesh and some parts of Rajasthan.
- **Castor seed x-mandi price in Gujarat has declined from Rs 40900 per tonne to Rs 40500 per tonne** at previous trading session. Fresh buying at this level is expected and it may support price to some extent. Despite decline in prices, it is still higher from the price prevalent in Sept, 2013, almost 17.82 percent lower than current price.
- **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 \$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 down.**

Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
<b>Sept-14</b>	<b>-56</b>	4047	4059	3982	3988	50700	<b>13400</b>	16690	<b>-34100</b>
<b>Oct-14</b>	<b>-42</b>	4097	4117	4046	4057	127190	<b>43560</b>	182160	<b>-12570</b>
<b>Nov-14</b>	<b>-38</b>	4172	4187	4118	4130	21600	<b>5630</b>	88150	<b>20</b>

Spread	Sept-14	Oct-14	Nov-9714	Dec-14
Spot/Deesa				
Oct-14	-12			
Nov-14		69		
Dec-14			73	

Stocks	Demat	In- Process	Total	FED
	<b>10.9.2014</b>	<b>10.9.2014</b>	<b>10.9.2014</b>	<b>8.9.2014</b>
Bhabhar	10	0	10	10
Deesa	20153	10	20163	20072
Kadi	41849	20	41869	41829
Patan	43880	311	44191	44745

### Castor Seed Daily Prices on 11 September 2014

Commodity	Center	Market	Price (Rs/Q)		Change
			11-Sept-14	10-Sept-14	
Castor Seed	Rajasthan	Sumerpur	3800	3810	-10
		Jodhpur	3700	3800	-100
	Gujarat	Rajkot	3785	3760	25
		Gondal	3855	3905	-50
		Patan	3865	3955	-90
		Deesa	4000	4050	-50
		Mehsana	3950	3950	Unch
		Kadi	3900	NR	-
		Ahmedabad	3900	4000	-100

### Castor Seed Daily Arrivals.

Commodity	Center	Market	Fig. in Quintal		Change
			11-Sept-14	10-Sept-14	
Castor Seed	Rajasthan	Sumerpur	NA	NA	-
		Jodhpur	160	160	Unch
	Gujarat	Rajkot	380	315	65
		Gondal	92	331	-239
		Patan	70	400	-330
		Deesa	800	800	Unch
		Mehsana	160	80	80
		Kadi	200	NA	-
		Ahmedabad	7898	10074	-2176
		Total Arrival		9760	12160

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

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