

Castor Domestic Fundamentals:

- **Uptrend continues to dominate castor seed cash market** on fourth consecutive day on improved buying interest from planters and uptrend is likely to continue. However, correction in futures market is expected at around 4500-4550, the nearest by resistance level. Improved buying for castor seed products including castor oil too has lent support to the cash market fundamentals. Demand may slow down at higher level- says active market participants.
- **Almost 95 percent area under castor seed has been covered so far. As on 18th Sept**, area was recorded at 9.91 lakh ha. against 9.73 lakh ha last year till corresponding period. Overall area so far is around 1.04 lakh ha. higher than last year in sept third week. Area in Gujarat has reached at 6.93 lakh ha against 5.21 lakh ha. last year. However, Rajasthan is lagging behind 0.43 lakh ha from last year.
- **Castor Oil (First Grade) FOB Kandla (Export)** quote increased from \$1405 to \$1420 per tonne in Sept third week. Recovery in FoB quote may help seed market to stay steady to firm in the near term. Higher seed prices have encouraged farmers and stockists to bring more seed into mandis in recent days. However, it is not up to the mark as major buyers still remain restrictive in releasing stock holdings. Kandla export quote may move up from \$1420 to \$1430 per tonne this week.
- **Castor meal FOR is being quoted at Rs 6400 per tonne, moderately lower** (Rs 6350 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.
- **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 like China, EU and US are unwilling** to buy oil in bearish market trend. Current FOB quotes in Kandla has increased to \$1420 per tonne. It may hover in the range of \$1415 to \$1425 in the rest of Sept. Buyers bids are in the range of \$1415 to \$1420 per tonne on FOB basis Kandla.. However, planters/stockists are unwilling to release stock at this level. Pressure continues on oil market.
- **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 steady to firm.

Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Oct-14	39	4343	4399	4340	4377	98340	-32200	161760	11080
Nov-14	44	4405	4464	4405	4436	44130	4075	106380	4320
Dec-14	55	4469	4525	4469	4504	10720	-2300	76910	1000

Spread	Sept-14	Oct-14	Nov-9714	Dec-14
Spot/Deesa				
Oct-14	227			
Nov-14		59		
Dec-14			68	

Stocks	Demat	In- Process	Total	FED
	22.9.2014	22.9.2014	22.9.2014	22.9.2014
Bhabhar	10	0	10	10
Deesa	15793	0	15793	15793
Kadi	33623	352	33975	33583
Patan	40489	142	40631	42287

Castor Seed Daily Prices on 23 September 2014

Commodity	Center	Market	Price (Rs/Q)		Change
			23-Sep-14	22-Sep-14	
Castor Seed	Rajasthan	Sumerpur	3925	3875	50
		Jodhpur	3850	3800	50
	Gujarat	Rajkot	3910	3830	80
		Gondal	3555	3855	-300
		Patan	Closed	Closed	-
		Deesa	4125	4110	15
		Mehsana	4100	4050	50
		Kadi	4125	Closed	-
		Ahmedabad	4250	4150	100

Castor Seed Daily Arrivals.

Commodity	Center	Market	Fig. in Quintal		Change
			23-Sep-14	22-Sep-14	
Castor Seed	Rajasthan	Sumerpur	NA	80	-
		Jodhpur	160	160	Unch
	Gujarat	Rajkot	415	495	-80
		Gondal	294	397	-103
		Patan	Closed	Closed	-
		Deesa	1386	1360	26
		Mehsana	640	400	240
		Kadi	960	Closed	-
		Other Gujarat	9905	9348	557
		Total Arrival		13760	12240

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

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.