

### Castor Domestic Fundamentals:

- **Strong inner tone and planters interest at higher price** continued to lend support cash market fundamentals. Uptrend continues to dominate castor seed cash market on fifth consecutive day. However, correction in futures market is expected at current level. As importers of castor oil had not done any fresh deal above \$1420 per tonne. Demand is likely to slow down at higher level- says active market participants.
- **Almost 95 percent area under castor seed has been covered so far. As on 18<sup>th</sup> 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.
- **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.
- **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 slightly weak.

Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
<b>Oct-14</b>	-26	4415	4427	4383	4399	42030	-50200	152940	-8080
<b>Nov-14</b>	-30	4499	4500	4499	4463	14270	-34075	116880	10320
<b>Dec-14</b>	-25	4549	4559	4514	4534	1680	-7300	81620	-6500

Spread	Sept-14	Oct-14	Nov-9714	Dec-14
Spot/Deesa				
Oct-14	215			
Nov-14		64		
Dec-14			61	

Stocks	Demat	In- Process	Total	FED
	<b>23.9.2014</b>	<b>23.9.2014</b>	<b>23.9.2014</b>	<b>22.9.2014</b>
Bhabhar	10	0	10	10
Deesa	15662	101	15763	15793
Kadi	33392	1048	34440	33583
Patan	36961	333	37294	36941

### Castor Seed Daily Prices on 24 September 2014

Commodity	Center	Market	Price (Rs/Q)		Change
			24-Sep-14	23-Sep-14	
Castor Seed	Rajasthan	Sumerpur	3975	3925	50
		Jodhpur	3800	3850	-50
	Gujarat	Rajkot	3965	3910	55
		Gondal	4005	3955	50
		Patan	4200	Closed	-
		Deesa	4175	4125	50
		Mehsana	4150	4100	50
		Kadi	4120	4125	-5
		Ahmedabad	4300	4250	50

### Castor Seed Daily Arrivals.

Commodity	Center	Market	Fig. in Quintal		Change
			24-Sep-14	23-Sep-14	
Castor Seed	Rajasthan	Sumerpur	200	NA	-
		Jodhpur	160	160	Unch
	Gujarat	Rajkot	250	415	-165
		Gondal	392	294	98
		Patan	2830	Closed	-
		Deesa	1400	1386	14
		Mehsana	560	640	-80
		Kadi	1680	960	720
		Other Gujarat	8888	9905	-1017
		Total Arrival		16360	13760

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

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