

Castor Domestic Fundamentals:

- **As expected pressure on cash market continues and more dip is likely** as arrivals from the new crop is round the corner. Planters are in no hurry to buy in bulk quantity and they may wait for stabilization in the market. Stockists too may prefer to release old accumulated stock so that they start buying fresh seed during March and April.
- **Korea emerged as top buyer of castor meal in the month of January**, importing 5327.33 tonne, followed by Taiwan with 4791.87 tonne. Besides, Japan, France and USA imported lower quantity in the month of January. As per the latest IBIS update total castor meal export during this period recorded at 12786 tonne. Export volume is likely to improve in the month of Feb with higher seed supply and declining prices in the seed market.
- **FMC, the market regulator's attempt to check abnormal fluctuation** and unexpected huge open interest with 100 percent margin bore fruits to some extent. The highest delivery was registered in Jan-2015 on the NCDEX. Recently it had directed the exchange to make advance staggered delivery in castor seed and coriander. Resultantly, delivery started from 29th Dec instead of pre set date from 11th Jan. It had levied 100 percent margin from December 26th, 2014.
- **Because of this action stock increased from 205,000 tonne to 430,000 tonne** in one month. Open interest too reduced from 346,000 tonne to 36,000 tonne during this period. In Jan total delivery was recorded at 203000 tonne
- **Castor seed in Gujarat decreased by 1750 per tonne in comparison to last week** from Rs 43000 to Rs 41250 per tonne. It is lower by Rs 1208 per tonne from the price realised on Jan 2014. Castor meal in bulk volume for export at Kandla is being quoted at \$132 per tonne. **FOB quote at Kandla decreased considerably from \$1410 per tonne to \$1395 per tonne** during the week under review. It is likely to rule in the range of \$1390 to \$1400 in the month of February.

International Market Update:

- **Some fresh buying interest has been reported at \$1390 per tonne** for castor oil at Kandla Port. Buyers are interested to buy at \$1380/1390 per tonne. As seed is under pressure dip in oil price seems to be on card.
- **Castor meal demand may improve as availability of meal around \$125/128** seems possible in the weeks ahead with higher seed availability for crushing. It is being traded at \$132 per tonne at Kandla. Bulk buying is expected in March –April, the peak arrival season and likely lower price.

Domestic market Outlook: Market is likely to trade steady to weak .

NCDEX Price Date:05.02.2015 (Price taken at 4.55pm)									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
15-Feb	-10	3986	4033	3971	3990	10720	-38270	75240	-255
15-Mar	-19	4040	4090	4027	4040	15800	-18225	71860	1810
15-Apr	-18	4125	4139	4083	4091	960	-7065	44910	10

Spread	15-Feb	15-Mar	15-Apr	15-May
Spot/Deesa				
15-Feb	15			
15-Mar		50		
15-Apr			51	

NCDEX Warehouse Stocks (in MT):- as on Feb 4, 2015			
Stocks	Demat	In- Process	Total
Bhabhar	1439	0	1439
Deesa	46201	71	46272
Kadi	222875	580	223455
Patan	169305	1154	170459

NCDEX Castor FED Wise Stock Position (Qty in MT) on Feb 2, 2015					
FED	Bhabhar	Deesa	Kadi	Patan	Total
5-Feb-15	-	696	3477	3243	7416
5-Mar-15	-	863	795	695	2353
5-Apr-15	765	11246	19859	22282	54152
5-May-15	434	7246	28497	23379	59556
5-Jun-15	-	7186	33334	37343	77863
5-Jul-15	129	17639	129475	78538	225781
5-Aug-15	20	762	6375	3665	10822
Total	1348	45638	221812	169145	437943

Castor Seed Daily Prices on 5 February 2015

Commodity	Center	Market	Price (Rs/Q)		Change
			5-Feb-15	4-Feb-15	
Castor Seed	Rajasthan	Sumerpur	3700	3800	-100
		Jodhpur	3700	3600	100
	Gujarat	Rajkot	3825	3855	-30
		Gondal	3880	3930	-50
		Patan	4000	4100	-100
		Deesa	4005	4030	-25
		Mehsana	3875	3900	-25
		Kadi	3950	4040	-90
		Harij	3925	4025	-100
		Sabarkatha	3950	4000	-50
		Gandhi Nagar	4000	4025	-25
		Bhabar	3930	4125	-195
		Halwad	3925	3900	25
		Ahmedabad	3900	4250	-350

Castor Seed Daily Arrivals

Commodity	Center	Market	Fig. in Quintal		Change
			5-Feb-15	4-Feb-15	
Castor Seed	Rajasthan	Sumerpur	400	1200	-800
		Jodhpur	32	80	-48
	Gujarat	Rajkot	320	450	-130
		Gondal	189	294	-105
		Patan	1700	1500	200
		Deesa	856	852	4
		Mehsana	120	240	-120
		Kadi	2080	2207	-127
		Harij	600	450	150
		Sabarkatha	113	188	-75
		Gandhi Nagar	188	150	38
		Bhabar	1725	1350	375
		Halwad	225	375	-150
		Other Gujarat	14735	NA	-
		Total Arrival			23283

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

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