

#### Castor Domestic Fundamentals: Rajat

- **No major trading activities were seen in cash market on Saturday amid** prevailing weak sentiments and March closing. Fresh buying interest may be seen from the beginning of April. Arrivals in the market too have decreased at the fag end of the week. Inner tone remains weak despite news of crop loss in Rajasthan and Gujarat due to recent rains and strong wind. Market may trade around Rs 3500/3550 in the remaining days of this month.
- **Bearish phase is likely to continue till May as crop size is higher** this year by 2 lakh tonne to around 13.5 lakh tonne. If we add carryout of around 6 lakh tonne, it brings total availability to 19.5 lakh tonne against the actual annual crushing requirement of 12 lakh tonne. It hints ample surplus for the whole year.
- **Likely arrival pressure, stockists unwillingness to buy for stock** purpose at current level and planters need based buying remain unsupportive to the cash market fundamentals for seed. Major importers like China,EU and US are not in a hurry to go for bulk buying as they are well aware of the emerging market scenario.
- **All India production estimates for the year 2014-15 range between** 12.95 to 13.78 lakh tonne as was presented in the castor conference, Ahmedabad on 21<sup>st</sup> Feb,2015. This clearly indicates that production would be over 13 lakh tonne and with 5.5 to 6 lakh tonne carry out total availability would be around 18.5 to 19 lakh tonne this year. Agriwatch projects 14 lakh tonne seed production this year, over 2 lakh tonne higher than previous year.
- **Even bull operators would allow market to decrease around Rs 3000** per qtl. so that they drive market up in the second half of the year. With all these developments bearish phase is likely continue till mid May. Market participants may expect recovery in the second half of the year.
- **Castor Oil FoB Kandla was traded at \$1190 per tonne and more** dip is expected in the month of March. During last one month it has decreased from \$1410 to \$1190 per tonne, almost \$220 lower than Jan quote. In Feb 2014 it was ruling at \$1355 per tonne, higher by 12.88 percent from Feb 2015 price.

#### International Market Update:

- **The weak economic scenario in China and Europe has reflected** in castor oil export volume in 2014. China imported 24 percent lower oil in 2014 in comparison to 2013. This year Chinese buying may decrease further and import volume may touch 1.5 lakh tonne under normal condition. Even Europe may end up with 1.10 lakh tonne oil import in 2015. Some recovery is expected from US, however it would be lower than the import of 2013.
- **Castor oil in Rotterdam decreased from \$1700 to \$1525 per tonne in last** one month and may touch \$1500 per tonne in the month of March. Pressure on Indian market and decreasing trend continue to impact global market in the weeks ahead.

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

NCDEX Price Date:21.03.2015 (Price taken at 5.00pm)									
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
15-Mar	53	3618	3660	3618	3660	7200	-23200	8800	-41070
15-Apr	31	3655	3693	3651	3690	12810	11840	158120	-13245
15-May	27	3712	3760	3712	3738	7900	2475	42880	17,680

Spread	15-Mar	15-Apr	15-May	15-Jun
Spot/Deesa				
15-Mar	-185			
15-Apr		30		
15-May			48	

NCDEX Warehouse Stocks (in MT):- as on Mar 20, 2015			
Stocks	Demat	In- Process	Total
Bhabhar	1500	0	1500
Deesa	47678	0	47678
Kadi	224566	181	224747
Patan	170383	190	170573

NCDEX Castor FED Wise Stock Position (Qty in MT) on Mar 16, 2015					
FED	Bhabhar	Deesa	Kadi	Patan	Total
5-Mar-15	-	-	19859	22282	42141
5-Apr-15	765	11246	28497	23379	63887
5-May-15	434	7246	33334	37343	78357
5-Jun-15	-	7186	129375	78538	215099
5-Jul-15	129	17639	10506	7095	35369
5-Aug-15	121	2652	-	-	2773
5-Sep-15	51	1478	2634	1484	5647
<b>Total</b>	1500	47447	224205	170121	443273

### Castor Seed Daily Prices on 21 March 2015

Commodity	Center	Market	Price (Rs/Q)		Change
			21-Mar-15	20-Mar-15	
Castor Seed	Rajasthan	Sumerpur	3400	3400	Unch
		Jodhpur	3400	3400	Unch
	Gujarat	Rajkot	3475	3545	-70
		Gondal	3580	3530	50
		Patan	3500	3500	Unch
		Deesa	3525	3525	Unch
		Mehsana	Closed	3500	-
		Kadi	3525	3525	Unch
		Harij	3550	3530	20
		Sabarkatha	3550	3525	25
		Gandhi Nagar	3575	3525	50
		Bhabar	Closed	3535	-
		Halwad	3450	3500	-50
		Ahmedabad	3450	3500	-50

**Castor Seed Daily Arrivals**

Commodity	Center	Market	Fig. in Quintal		Change
			21-Mar-15	20-Mar-15	
Castor Seed	Rajasthan	Sumerpur	960	1120	-160
		Jodhpur	150	1120	-970
	Gujarat	Rajkot	840	750	90
		Gondal	588	343	245
		Patan	4500	5000	-500
		Deesa	1600	1200	400
		Mehsana	Closed	400	-
		Kadi	2560	2452	108
		Harij	525	450	75
		Sabarkatha	450	375	75
		Gandhi Nagar	488	525	-37
		Bhabar	Closed	1578	-
		Halwad	150	225	-75
		Other Gujarat	29912	33855	-3943
		<b>Total Arrival</b>			<b>42723</b>

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

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