

Castor Domestic Fundamentals:

- **NCDEX with consultation with SEBI suspends castor seed futures contracts** on unconfirmed rumors of client level defaults. Castor futures have decreased over 10 % in last three days on higher crop expectation. The outstanding positions will be settled at the daily settlement price as at the end of January 27, 2016.
- **Now farmers may avoid selling seed below Rs600 per 20 kg and it** may support cash market to move up. According to a senior Sebi official no issues existed at the broker level amid talks of fallout from client level default on a few exchange brokers. Cash market should stabilize around Rs 2800/ 2850 per qtl.
- **Yellow flowering in castor plants in Mahesana, Banskatha and other** regions have been reported by farmers and it may reduce normal yield expectation by 10 to 15 % in five to six districts and resultantly the crop size would reduce by 50,000 thousand tonne in that particular area. If weather turns rough castor price may firms up in the season once again. Hailstorm, heavy rains and higher than normal temperature too may damage castor yield. However, at current condition market is likely to trade bearish. Stake holders must keep eye on any possible weather change.
- **Castor oil from India decreases by 39.22 % to 4026.41tonne during the week ended 25th Jan-2016.** Average FoB quote realized during the week is lower by 4.01% from previous week at \$1258.49 per tonne. The gap between the highest and the lowest quotes is higher by \$700 per tonne.
- **As Per Gujarat Agriculture Directorate latest update castor seed production in** Gujarat may decrease by 13 % this year to 12.66 lakh tonne. Gujarat had produced 14.56 lakh tonne seed last year. It is second advance estimate by agri state directorate. In first adv estimate production were pegged at 14.68 lakh tonne. Lower production estimate may hamper declining trend in seed price.
- **Agriculture statistics Division, DES has released its 1st Adv estimates of Production** of food-grains for 2015-16 on 16.09.2015. It has estimated 19.44 lakh tonne seed production this year. The production target for 2015-16 has been fixed at 20.34 lakh ton. India has produced 19.63 lakh tonne castor seed in 2014-15 as per revised 1st Adv estimate. Private trade estimate for the year is much lower and is between 15 to 16 lakh tonne for 2015-16. However, it is too early to talk about the final size as sowing is just over.

International Market Update:

- **As oil prices are ruling at lower level, major buyers would remain** active throughout Feb-March too. France, USA, Netherland and China remain active and have brought 3500, 2525, 1120 & 950 tonne oil last week ended 25th January-2016.
- **India Castor oil in Rotterdam decreased from \$1345 to \$1284 per tonne** in last one week and may trade up in the weeks ahead. It was being traded at \$1530 per tonne in (Dec, 2nd week), 2015.

Domestic market Outlook: Market is likely to trade steady in the short term.

NCDEX Castor Futures							Date: 27.01.2016		
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Feb-16	-194.00	3264.00	3264.00	3051.00	3051.00	35000	-24250	283600	-13250
Mar-16	-196.00	3318.00	3181.00	3082.0	3082.0	43130	-17650	103560	17250
Apr-16	-199.00	3503.00	3510.00	3375.00	3375.00	29300	2450	42190	12350

Castor Seed Contracts suspended on 27th Jan-2016

Spread	16-Jan	16-Feb	16-Mar
Patan			
Feb-16			
Mar-16			
Apr-16			

NCDEX Warehouse Stocks (in MT):- as on Jan 27, 2016			
Stocks	Demat	In- Process	Total
Bhabhar	1773	30	1803
Deesa	17252	0	17252
Kadi	59492	769	60261
Patan	84899	1174	86073

NCDEX Castor FED Wise Stock Position (Qty in MT) on January 25, 2016					
FED	Bhabhar	Deesa	Kadi	Patan	Total
5-Feb-16	60	2324	4809	5850	13043
5-Mar-16	958	3098	11256	14161	29473
5-Apr-16	292	534	5782	8526	15134
5-May-16	393	4665	17776	18313	41147
5-Jun-16	30	1448	5972	7141	14591
5-Jul-16	40	6500	13842	29840	50222
5-Aug-16		432	969	1504	2905
Total	1773	19001	60406	85335	166515

Castor Seed Prices at Key Spot Markets:

Commodity/Center	Market	Price (Rs/ Quintal)				Change
		28-Jan-16		27-Jan-16		
	Castor Seed	Low	High	Low	High	
Gujarat	Patan	2750	3075	2900	3150	-75
	Harij	3000	3050	3050	3075	-25
	Rajkot	2800	3005	2955	3175	-170
	Gondal	2750	3155	2905	3280	-125
	Deesa	2975	3005	2910	3090	-85
	Bhabar	2990	3035	3015	3100	-65
	Mehsana	2950	2975	3050	3200	-225
	Kadi	3000	3025	2990	3150	-125
	Sabarkatha	3000	3050	3200	3250	-200
	Gandhi Nagar	3025	3125	3100	3200	-75
	Ahmedabad (Sanand)	3050	3055	3110	3140	-85
	Halvad	2975	3025	3125	3175	-150
	Junagadh	2650	2945	3000	3145	-200
	Dhrol	2805	3000	2850	3095	-95
	Rajasthan	Jodhpur	3220	3220	3400	3500
Sumerpur		2950	2950	3000	3050	-100

Castor Seed Arrivals in Key Centers:

Center	Market	Fig. in Quintal		Change
		28-Jan-16	27-Jan-16	
Gujarat	Patan	1042.5	900	143
	Harij	450	975	-525
	Rajkot	410	420	-10
	Gondal	210	175	35
	Deesa	80	654	-574
	Bhabar	870	1414	-544
	Mehsana	80	104	-24
	Kadi	880	2156	-1276
	Sabarkatha	112.5	300	-188
	Gandhi Nagar	127.5	300	-173
	Ahmedabad (Sanand)	20	36	-16
	Halvad	225	225	Unch
	Junagadh	30	25	5
	Dhrol	15	3	12
Rajasthan	Jodhpur	20	64	-44
	Sumerpur	320	160	160
Total Arrivals/Above Markets		4893	7911	-3019

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

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