

Castor Domestic Fundamentals:

- **No major change in market fundamental was seen in cash market. Recovery in market** in the near term is unlikely. Growing fear of lower area coverage due to lower price and likely good rainfall this year may support cash market in the second half of the year. Sowing would start in July and by then rainfall status would be clear. Near term outlook remains weak and market would continue to trade range bound.
- **Arrivals in Gujarat have touched at 1lakh bags. Lower seed price affected castor oil price too** and it slipped to Rs 6350/6400 per qtl. Cash market is likely to trade stable to weak in the short term. medium term outlook depends on planting beginning from July this year.
- **Castor seed market in Sumerpur located in region of Rajasthan traded unchanged.** Stockiest remained active as arrival is being reported at 750/850 bags per day. As price is ruling lower, buyers have started accumulating stock in anticipation of higher price in second half of the year. Currently seed price is ruling at Rs 2950/2975 per qtl. Stock in the region is said to be around 2 lakh bags. As arrival has started decreasing, stock would not increase above 3 lakh bags this year.
- **Prospects for good rainfall this year may encourage farmers to reduce** castor area and shift to other lucrative crops. Total area under castor may decrease below 10 lakh ha due to lower price this year. Castor area of around 25,000 ha in Rajasthan and around 50000 ha in Gujarat might be use for other crops.
- **All India average price for castor seed increased by 4.79 % from Rs 3124.28 to Rs 3274.1 per qtl** during the week ended 14th May-2016. It is lower by 9.14 % from the price registered during the second week of May-2015.
- **India exported 9992.98 tonne castor oil during week ended 15th May-2016** at an average price of \$1130.19 per MT. It is lower by 0.35.% from previous week. India had exported 9628.55MT oil previous week. The maximum and minimum prices were registered at \$4051.89 and 687.45 per MT. Castor oil export would continue to stay steady as prices are lower than normal expectation and availability is higher.

International Market Update:

- **China brought 6332.16 tonne castor oil at an average FoB of \$978.66 per tonne last week.** USA brought 529.18 tonne oil at an average FoB price of \$1118.17 per tonne..belgium and Japan brought 474 and 469 tonne oil during the same period.
- **Ave castor oil FoB quote increased slightly from \$1079 to \$1098 last week.** China and U.S remained active at current price level.
- **Castor oil importers have made inventory this year taking advantage of** lower price and higher availability and they are in no hurry to buy oil in bulk quantity as they are aware of higher stock. So firmness is unlikely in the short to medium term.

Domestic market Outlook: Market is likely to trade range bound to weak in the short term.

NCDEX Castor Futures							Date: 13.02.2016		
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
Feb-16	-	-	-	-	-	-	-	-	-
Mar-16	-	-	-	-	-	-	-	-	-
Apr-16	-	-	-	-	-	-	-	-	-

Note: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 May 20, 2016			
Stocks	Demat	In- Process	Total
Bhabhar	0	0	0
Deesa	463	0	463
Kadi	3890	0	3890
Patan	1796	0	1796

NCDEX Castor FED Wise Stock Position (Qty in MT) on May 16, 2016					
FED	Bhabhar	Deesa	Kadi	Patan	Total
5-Jun-16	-	20	1161	674	1855
5-Jul-16	-	323	2630	1009	3962
5-Aug-16	-	121	99	201	421
Total	-	464	3890	1884	6238

Castor Seed Prices at Key Spot Markets:

Commodity/Center	Market	Price (Rs/ Quintal)				Change
		21-May-16		20-May-16		
	Castor Seed	Low	High	Low	High	
Gujarat	Patan	3000	3100	3000	3100	Unch
	Harij	3100	3140	3100	3150	-10
	Rajkot	2850	3135	2850	3175	-40
	Gondal	2755	3130	NR	NR	-
	Deesa	Closed	Closed	3060	3100	-
	Bhabar	Closed	Closed	3090	3135	-
	Mehsana	3075	3125	3075	3110	15
	Kadi	Closed	Closed	3100	3200	-
	Sabarkatha	3125	3150	3100	3135	15
	Gandhi Nagar	Closed	Closed	3125	3175	-
	Ahmedabad (Sanand)	2750	3050	2750	3030	20
	Halvad	2975	3060	3025	3075	-15
	Junagadh	NR	NR	2950	3130	-
	Dhrol	2750	3050	2735	3020	30
	Rajasthan	Jodhpur	2900	2950	2950	3000
Sumerpur		2975	3000	3000	3025	-25

Castor Seed Arrivals in Key Centers:

Center	Market	Fig. in Quintal		Change
		21-May-16	20-May-16	

Gujarat	Patan	9750	11250	-1500
	Harij	2625	1500	1125
	Rajkot	490	560	-70
	Gondal	359	NR	-
	Deesa	Closed	1219	-
	Bhabar	Closed	3750	-
	Mehsana	825	1125	-300
	Kadi	Closed	2880	-
	Sabarkatha	300	375	-75
	Gandhi Nagar	Closed	750	-
	Ahmedabad (Sanand)	20	10	10
	Halvad	750	263	488
	Junagadh	NR	125	-
	Dhrol	95	26	69
Rajasthan	Jodhpur	NA	75	-
	Sumerpur	800	800	Unch
Total Arrivals/Above Markets		16014	24707	-8693

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

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