

**Castor Domestic Fundamentals:**

- **With better rainfall prospect this year area under castor seed is expected to decline** by 20 % in Gujarat and 15 % in Rajasthan. Its impact may be felt in third quarter. Cash market would continue to trade range bound at current level. Sowing would start in July .Firmness is unlikely in the short to medium term.
- **NCDEX has started a forensic audit into the castor seed futures recently.** The exchange has commissioned the audit but the SEBI has requested the Board to insulate the exchange management from the audit report.The audit report is to submitted directly to the Board, the exchange. NCDEX had earlier this month announced a compensation of Rs 120/quintal to sellers who had valid deliverable stocks in the exchange-accredited godowns. The exchange had said that compensation will be given from the funds deposited by 16 defaulting brokers and traders, whom regulator SEBI had in March barred.
- **India exports 14329 T castor oil during the week ended 29th May-2016.**Average price realized during the review period was recorded at \$1192.95 per T. The maximum and minimum prices were registered at \$918.61 and \$5479.28 per T. Others countries excluding China, France and USA contributed 634.49 tonne last week. As prices in domestic market is ruling lower ,export volume would continue to remain stable in coming weeks.
- **All India average price for castor seed decreased by 3.25 % from Rs 3274.55 to Rs 3168.06 perqtl** during the week ended 21<sup>st</sup> May-2016. It is slightly higher from the price registered during the first week of May-2016.However,it is lower by 12.10 % from the price registered in May 2015. Buyers are in wait and watch mood and continue to buy at lower level. So any major dip from current level is unlikely.
- **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 to 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.

**International Market Update:**

- **China brought maximum quantity(5513.21 T) this week too. France stood** second with buying 4395.62 T castor oil.Netherland and USA brought 1491.66 and 701.74 T castor oil respectively.
- **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.
- **Demand for oil from overseas market continues** as prices are ruling lower.

**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
<b>Feb-16</b>	-	-	-	-	-	-	-	-	-
<b>Mar-16</b>	-	-	-	-	-	-	-	-	-
<b>Apr-16</b>	-	-	-	-	-	-	-	-	-

**Note:Castor Seed Contracts suspended on 27<sup>th</sup> Jan-2016**

Spread	16-Jan	16-Feb	16-Mar
<b>Patan</b>			
<b>Feb-16</b>			
<b>Mar-16</b>			
<b>Apr-16</b>			

NCDEX Warehouse Stocks (in MT):- as on June 2, 2016			
Stocks	Demat	In- Process	Total
Bhabhar	0	0	0
Deesa	423	0	423
Kadi	3601	0	3601
Patan	1493	0	1493

NCDEX Castor FED Wise Stock Position (Qty in MT) on May 30, 2016					
FED	Bhabhar	Deesa	Kadi	Patan	Total
5-Jun-16	-	20	1161	585	1766
5-Jul-16	-	282	2471	797	3550
5-Aug-16	-	121	39	171	331
Total	0	423	3671	1553	5647

**Castor Seed Prices at Key Spot Markets:**

Commodity/Center	Market	Price (Rs/ Quintal)				Change
		3-Jun-16		2-Jun-16		
	Castor Seed	Low	High	Low	High	
Gujarat	Patan	2925	3105	2925	3000	105
	Harij	3000	3090	3000	3050	40
	Rajkot	2750	3030	2805	3055	-25
	Gondal	2755	3055	2755	3105	-50
	Deesa	2795	3065	2970	3055	10
	Bhabar	3040	3070	3000	3045	25
	Mehsana	2975	3050	3015	3035	15
	Kadi	2950	3070	3000	3080	-10
	Sabarkatha	3050	3100	3050	3075	25
	Gandhi Nagar	3025	3075	3025	3065	10
	Ahmedabad (Sanand)	NA	NA	2825	2990	-
	Halvad	2800	3030	2825	3015	15
	Junagadh	2750	3020	2750	2975	45
	Dhrol	2740	2920	2625	2900	20
Rajasthan	Jodhpur	2895	2895	2900	2900	-5
	Sumerpur	2980	2980	2980	2980	Unch

**Castor Seed Arrivals in Key Centers:**

Center	Market	Fig. in Quintal		Change
		3-Jun-16	2-Jun-16	
Gujarat	Patan	5250	6000	-750
	Harij	1200	1875	-675
	Rajkot	420	350	70
	Gondal	335	335	Unch
	Deesa	659	962	-302
	Bhabar	2949	2397	552
	Mehsana	750	1050	-300
	Kadi	1440	2240	-800
	Sabarkatha	300	300	Unch
	Gandhi Nagar	750	638	113
	Ahmedabad (Sanand)	NA	35	-
	Halvad	3000	3750	-750
	Junagadh	60	30	30
	Dhrol	2	2.5	-0.5
Rajasthan	Jodhpur	38	38	Unch
	Sumerpur	640	640	Unch
Total Arrivals/Above Markets		17793	20641	-2849

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

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