

Castor Domestic Fundamentals:

- **Cash market traded mixed amid stable sentiment prevailing** in the market. All India average price for castor seed increased by 1.28 % **from Rs 2972.54** to Rs 3010.64 perqtl during the week ended 4th June-2016. it is lower by 15.21 % from the price registered in the beginning of June, 2015. As prices are ruling lower, buyers remain active.
- **At oil export front, volume was seen increasing in comparison to April-2016.** India exported 45948.22 tonne castor oil in May-16, higher by 4.81 % (43839.45 T) from April- 2015. China, EU and US were active buyers throughout the year as seed and oil prices continue to rule lower in comparison to previous year. Despite higher volume for export prices in cash market is unlikely to move up in the near term. Uptrend in cash market would not sustain.
- **India exported 14329.86 MT castor oil during week ended 29th May-2016 at an average price** of \$1192.95 per MT. It is higher by 19.45 % quantity wise from previous week. The maximum and minimum prices were registered at \$5479.28 and 918.61 per MT. Castor oil export volume would continue to move up as prices are lower and availability is higher. As prices are ruling lower FoB quotes for castor oil may stay steady in the weeks ahead Farmers /Stockiests may hold seed until planting status gets clearly visible. Sowing would start from July.
- **Prices of seed in Andhra Pradesh and Maharashtra have increased by 1.21, & 10.07 percent** last week despite pre sowing intention of farmer hints lower area coverage. Major price dip has been seen in Tamil Nadu and Telangana last week .Price of seed in Rajasthan decreased slightly too as buyers remain uncertain over short term sentiments.
- **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 |
| 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 June 07, 2016 | | | |
|--|-------|-------------|-------|
| Stocks | Demat | In- Process | Total |
| Bhabhar | 0 | 0 | 0 |
| Deesa | 403 | 0 | 403 |
| Kadi | 2440 | 0 | 2440 |
| Patan | 968 | 0 | 968 |

| NCDEX Castor FED Wise Stock Position (Qty in MT) on June 06, 2016 | | | | | |
|---|---------|-------|------|-------|-------|
| FED | Bhabhar | Deesa | Kadi | Patan | Total |
| 5-Jul-16 | - | 282 | 2401 | 797 | 3480 |
| 5-Aug-16 | - | 121 | 39 | 171 | 331 |
| Total | - | 403 | 2440 | 968 | 3811 |

Castor Seed Prices at Key Spot Markets:

| Commodity/Center | Market | Price (Rs/ Quintal) | | | | Change |
|------------------|--------------------|---------------------|------|----------|------|--------|
| | | 8-Jun-16 | | 7-Jun-16 | | |
| | Castor Seed | Low | High | Low | High | |
| Gujarat | Patan | 2900 | 3180 | 3000 | 3075 | 105 |
| | Harij | 3075 | 3110 | 3100 | 3125 | -15 |
| | Rajkot | 2850 | 3125 | 2805 | 3110 | 15 |
| | Gondal | 2755 | 3130 | 2500 | 3130 | Unch |
| | Deesa | 3075 | 3100 | 3025 | 3125 | -25 |
| | Bhabar | 3025 | 3075 | 3060 | 3110 | -35 |
| | Mehsana | 3050 | 3100 | 3075 | 3100 | Unch |
| | Kadi | 3025 | 3130 | 3025 | 3060 | 70 |
| | Sabarkatha | 3100 | 3150 | 3100 | 3150 | Unch |
| | Gandhi Nagar | 3075 | 3150 | 3075 | 3150 | Unch |
| | Ahmedabad (Sanand) | 3100 | 3125 | 3075 | 3120 | 5 |
| | Halvad | 2900 | 3025 | 2810 | 3000 | 25 |
| | Junagadh | 2790 | 3120 | 2800 | 3050 | 70 |
| | Dhrol | 2500 | 2710 | 2300 | 2500 | 210 |
| Rajasthan | Jodhpur | 2850 | 2895 | 2800 | 2800 | 95 |
| | Sumerpur | 3000 | 3050 | 3075 | 3075 | -25 |

Castor Seed Arrivals in Key Centers:

| Center | Market | Fig. in Quintal | | Change |
|------------------------------|--------------------|-----------------|----------|--------|
| | | 8-Jun-16 | 7-Jun-16 | |
| Gujarat | Patan | 7725 | 6375 | 1350 |
| | Harij | 1350 | 1275 | 75 |
| | Rajkot | 145 | 250 | -105 |
| | Gondal | 315 | 410 | -95 |
| | Deesa | 1200 | 614 | 586 |
| | Bhabar | 3113 | 2356 | 757 |
| | Mehsana | 600 | 600 | Unch |
| | Kadi | 1920 | 1760 | 160 |
| | Sabarkatha | 375 | 450 | -75 |
| | Gandhi Nagar | 488 | 525 | -38 |
| | Ahmedabad (Sanand) | 5 | 3 | 2 |
| | Halvad | 3000 | 3375 | -375 |
| | Junagadh | 80 | 40 | 40 |
| | Dhrol | 3 | 1.5 | 1.5 |
| Rajasthan | Jodhpur | 75 | 38 | 38 |
| | Sumerpur | 400 | 320 | 80 |
| Total Arrivals/Above Markets | | 20793 | 18392 | 2401 |

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

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