

Castor Domestic Fundamentals:

- **Castor area is bound to decrease by 10 to 15 percent this year due to** lower price of seed and higher prices for alternate crops like pulses and spices. Area under castor seed is expected to decrease by 10 percent in districts of Gujarat. It may decrease from 775.27 to 697.75 thousand ha. Beginning of good monsoon rainfall has encouraged farmers to shift castor area to other remunerative crops. Castor area in Rajasthan too may decrease by 8 percent from 227 to 209 thousand ha. In AP and Telangana area is likely to decrease by 10 % from 138 to 124 thousand ha. Overall area is expected to decline from 11 lakh ha. to 10 lakh ha.
- **Castor seed cash market is expected to trade stable to firm** as demand -supply side are mismatching due to lower arrivals from newly harvested crop in major markets of Gujarat and Rajasthan. Old stocks are being released and crushed. Market sources say that 60 to 70 percent old stock, accumulated from last two years) has been consumed and the rest is expected to be crushed in next three months. Due to lower price farmers have retained 40% seed from new crop. It may encourage price in third quarter of the year.
- **All India average price for castor seed increased slightly by 0.17 %** from Rs 3018.53 to Rs 3023.86 per qtl during the week ended 18th June-2016. It is lower by 9.25 % from the price registered in the third week of June, 2015. As prices are ruling lower, buyers remain active. Arrivals are comparatively 30 % lower this year due to lower price. Lower prevailing price of seed has discouraged farmers to release entire stock and they have preferred to retain 35 to 40 % crop in anticipation of price hike, generally seen in third and 4th quarter of the year.
- **Castor oil export decreased by 25.76 percent to 12280 tonne week on week basis ended 19th June-2016** and was sold at an average price of \$1108.92 per tonne. India had exported 16220 tonne castor oil previous week.. As prices are ruling at lower level, export demand continues.
- **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 (5688.09 T) last week week . USA stood second** with buying 2135T castor oil. Japan and Netherland brought 944 and 1028 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.
- **Demand for oil from overseas market would continue** as prices are ruling lower.

Domestic market Outlook: Market is likely to trade stable to firm 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 20, 2016			
Stocks	Demat	In- Process	Total
Bhabhar	-	-	-
Deesa	403	0	403
Kadi	1877	0	1877
Patan	809	0	809

NCDEX Castor FED Wise Stock Position (Qty in MT) on June 20, 2016					
FED	Bhabhar	Deesa	Kadi	Patan	Total
5-Jul-16	-	282	1838	638	2758
5-Aug-16	-	121	39	171	331
Total	-	403	1877	809	3089

Castor Seed Prices at Key Spot Markets:

Commodity/Center	Market	Price (Rs/ Quintal)				Change
		21-Jun-16		20-Jun-16		
	Castor Seed	Low	High	Low	High	
Gujarat	Patan	2900	3135	2925	3110	25
	Harij	3090	3140	3040	3090	50
	Rajkot	2755	3060	2825	3080	-20
	Gondal	2755	3155	2755	3155	Unch
	Deesa	3000	3055	3025	3050	5
	Bhabar	3040	3080	3025	3060	20
	Mehsana	3050	3075	3025	3050	25
	Kadi	3025	3115	3025	3085	30
	Sabarkatha	3050	3075	3000	3040	35
	Gandhi Nagar	3075	3125	3025	3075	50
	Ahmedabad (Sanand)	3000	3025	3050	3075	-50
	Halvad	2730	2930	2775	2960	-30
	Junagadh	2750	3000	2850	3065	-65
	Dhrol	2500	2750	2630	2870	-120
	Rajasthan	Jodhpur	2800	2850	2840	2900
Sumerpur		2900	2950	2900	3000	-50

Castor Seed Arrivals in Key Centers:

Center	Market	Fig. in Quintal		Change
		21-Jun-16	20-Jun-16	
Gujarat	Patan	6396	4370	2026
	Harij	900	825	75
	Rajkot	195	210	-15
	Gondal	304	304	Unch
	Deesa	996	658	338
	Bhabar	2495	1875	620
	Mehsana	750	750	Unch
	Kadi	2080	924	1156
	Sabarkatha	300	188	113
	Gandhi Nagar	225	338	-113
	Ahmedabad (Sanand)	35	5	30
	Halvad	675	600	75
	Junagadh	10	100	-90
	Dhrol	1	18	-17
Rajasthan	Jodhpur	75	75	Unch
	Sumerpur	400	160	240
Total Arrivals/Above Markets		15837	11399	4438

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

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