

Castor Domestic Fundamentals:

- **Castor area is likely to decrease by 10 to 15% this year if producing states receives** good rainfall in next 10 days. Farmers may shift castor area to moong, Tur, cotton, chilly, peanuts and Urad as prices of these commodities rule considerably higher this year. Govt has fixed MSP for Pulses and it would buy it to make a buffer stock. So farmers are sure to get MSP for these crops.
- **As of now monsoon rainfall has not been up to the mark. However, prospects still remains intact** for good rainfall in coming days. If growing region receives good rainfall after mid July, castor price would not move up as per our current expectation and if the region receives good rainfall in next two weeks castor area is bound to decline.
- **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.
- **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:

- **Demand for castor oil continues from major buyers like China, EU and USA, China may buy around 2lakh tonne** during current year. It has brought around 45,000 tonne during last three months. This year castor oil export is bound to increase by 10 percent as price of seed has been ruling 11 percent lower from last year.
- **Average FoB quote for export for the month of June till date comes to \$1120 per tonne.** In coming months export volume may decrease as buyers have brought 15 % higher stock than normal volume. If prices increase, buying for import may decrease.

Domestic market Outlook: Market is likely to trade stable to slightly firm in the short to medium 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 21, 2016			
Stocks	Demat	In- Process	Total
Bhabhar	-	-	-
Deesa	403	0	403
Kadi	1470	0	1470
Patan	750	0	750

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
		22-Jun-16		21-Jun-16		
	Castor Seed	Low	High	Low	High	
Gujarat	Patan	2800	3140	2900	3135	5
	Harij	3075	3100	3090	3140	-40
	Rajkot	2805	3100	2755	3060	40
	Gondal	2755	3130	2755	3155	-25
	Deesa	3015	3070	3000	3055	15
	Bhabar	3025	3075	3040	3080	-5
	Mehsana	3040	3075	3050	3075	Unch
	Kadi	3025	3120	3025	3115	5
	Sabarkatha	3050	3080	3050	3075	5
	Gandhi Nagar	3050	3125	3075	3125	Unch
	Ahmedabad (Sanand)	2980	3025	3000	3025	Unch
	Halvad	2775	2960	2730	2930	30
	Junagadh	2900	3020	2750	3000	20
	Dhrol	2600	2855	2500	2750	105
Rajasthan	Jodhpur	2800	2845	2800	2850	-5
	Sumerpur	2900	2950	2900	2950	Unch

Castor Seed Arrivals in Key Centers:

Center	Market	Fig. in Quintal		Change
		22-Jun-16	21-Jun-16	
Gujarat	Patan	6286	6396	-110
	Harij	1125	900	225
	Rajkot	150	195	-45
	Gondal	561	304	257
	Deesa	853	996	-143
	Bhabar	2107	2495	-389
	Mehsana	750	750	Unch
	Kadi	1680	2080	-400
	Sabarkatha	450	300	150
	Gandhi Nagar	225	225	Unch
	Ahmedabad (Sanand)	8	35	-27
	Halvad	525	675	-150
	Junagadh	90	10	80
	Dhrol	1	1	Unch
Rajasthan	Jodhpur	53	75	-23
	Sumerpur	240	400	-160
Total Arrivals/Above Markets		15103	15837	-735

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

Disclaimer: The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php> © 2016 Indian Agribusiness Systems Pvt Ltd.