

Castor Domestic Fundamentals:

- **Lower arrival at this point of time, poor price realization despite good pace** of oil export may encourage farmers to retain stock until price recovers. Maximum old stock 75 to 80 % is believed to be consumed. So recovery in cash market is expected in the near to medium term. Fear of lower area coverage may lend support to cash market fundamental at current level.
- **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, moth, turmeric, 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.
- **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 22, 2016			
Stocks	Demat	In- Process	Total
Bhabhar	-	-	-
Deesa	403	0	403
Kadi	1470	0	1470
Patan	730	0	730

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
		23-Jun-16		22-Jun-16		
	Castor Seed	Low	High	Low	High	
Gujarat	Patan	2900	3150	2800	3140	10
	Harij	3100	3160	3075	3100	60
	Rajkot	2805	3110	2805	3100	10
	Gondal	2555	3180	2755	3130	50
	Deesa	3000	3100	3015	3070	30
	Bhabar	3060	3125	3025	3075	50
	Mehsana	3050	3085	3040	3075	10
	Kadi	3050	3130	3025	3120	10
	Sabarkatha	3075	3100	3050	3080	20
	Gandhi Nagar	3075	3125	3050	3125	Unch
	Ahmedabad (Sanand)	3000	3035	2980	3025	10
	Halvad	2775	3055	2775	2960	95
	Junagadh	2750	3120	2900	3020	100
	Dhrol	NA	NA	2600	2855	-
	Rajasthan	Jodhpur	2825	2875	2800	2845
Sumerpur		2900	3000	2900	2950	50

Castor Seed Arrivals in Key Centers:

Center	Market	Fig. in Quintal		Change
		23-Jun-16	22-Jun-16	
Gujarat	Patan	4605	6286	-1681
	Harij	1275	1125	150
	Rajkot	220	150	70
	Gondal	231	561	-330
	Deesa	1202	853	349
	Bhabar	2498	2107	391
	Mehsana	675	750	-75
	Kadi	2040	1680	360
	Sabarkatha	150	450	-300
	Gandhi Nagar	338	225	113
	Ahmedabad (Sanand)	5	8	-3
	Halvad	375	525	-150
	Junagadh	40	90	-50
	Dhrol	NA	1	-
Rajasthan	Jodhpur	75	53	23
	Sumerpur	320	240	80
Total Arrivals/Above Markets		14047	15103	-1055

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

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