

**Castor Domestic Fundamentals:**

- **Castor seed bold improves on good demand from plants at the fag end of this week.** Castor oil commercial grade too moved up in Mumbai market as local demand from soap industries and shippers continued to lend support. Castor seeds bold increased by Rs 10 per 100 kg to Rs 3,210 per qtl. Castor oil commercial grade firmed up to Rs 2 per 10kg to Rs 675 as compared Rs 673 per 10kg.
- **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.
- **Castor oil export decreased by 25.76 percent to 12280 tonne week on week basis ended 19<sup>th</sup> 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 range bound in the short to medium 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 23, 2016			
Stocks	Demat	In- Process	Total
Bhabhar	-	-	-
Deesa	403	0	403
Kadi	1470	0	1470
Patan	690	0	690

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
		24-Jun-16		23-Jun-16		
	Castor Seed	Low	High	Low	High	
Gujarat	Patan	2950	3175	2900	3150	25
	Harij	3125	3160	3100	3160	Unch
	Rajkot	2875	3140	2805	3110	30
	Gondal	2755	3205	2555	3180	25
	Deesa	3000	3080	3000	3100	-20
	Bhabar	3050	3110	3060	3125	-15
	Mehsana	3050	3090	3050	3085	5
	Kadi	3050	3130	3050	3130	Unch
	Sabarkatha	3075	3100	3075	3100	Unch
	Gandhi Nagar	3050	3125	3075	3125	Unch
	Ahmedabad (Sanand)	3035	3055	3000	3035	20
	Halvad	2855	3015	2775	3055	-40
	Junagadh	2900	3150	2750	3120	30
	Dhrol	NA	NA	NA	NA	-
Rajasthan	Jodhpur	2850	2880	2825	2875	5
	Sumerpur	3000	3025	2900	3000	25

**Castor Seed Arrivals in Key Centers:**

Center	Market	Fig. in Quintal		Change
		24-Jun-16	23-Jun-16	
Gujarat	Patan	5637	4605	1032
	Harij	900	1275	-375
	Rajkot	140	220	-80
	Gondal	148	231	-83
	Deesa	962	1202	-240
	Bhabar	2888	2498	390
	Mehsana	750	675	75
	Kadi	2320	2040	280
	Sabarkatha	225	150	75
	Gandhi Nagar	338	338	Unch
	Ahmedabad (Sanand)	5	5	Unch
	Halvad	450	375	75
	Junagadh	15	40	-25
	Dhrol	NA	NA	-
Rajasthan	Jodhpur	75	75	Unch
	Sumerpur	160	320	-160
Total Arrivals/Above Markets		15011	14047	964

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

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