

### Castor Domestic Fundamentals:

- **Castor seed cash market traded range bound on Saturday. Castor seed bold improves on good demand from plants at the far 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
Feb-16	-	-	-	-	-	-	-	-	-
Mar-16	-	-	-	-	-	-	-	-	-
Apr-16	-	-	-	-	-	-	-	-	-

**Note:** Castor Seed Contracts suspended on 27<sup>th</sup> Jan-2016

Spread	16-Jan	16-Feb	16-Mar
Patan			
Feb-16			
Mar-16			
Apr-16			

NCDEX Warehouse Stocks (in MT):- as on June 24, 2016			
Stocks	Demat	In- Process	Total
Bhabhar	-	-	-
Deesa	373	0	373
Kadi	571	0	571
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
		25-Jun-16		24-Jun-16		
	Castor Seed	Low	High	Low	High	
Gujarat	Patan	2950	3170	2950	3175	-5
	Harij	3100	3135	3125	3160	-25
	Rajkot	2875	3140	2875	3140	Unch
	Gondal	2930	3235	2755	3205	30
	Deesa	NR	NR	3000	3080	-
	Bhabar	3075	3125	3050	3110	15
	Mehsana	3075	3115	3050	3090	25
	Kadi	3055	3135	3050	3130	5
	Sabarkatha	3100	3125	3075	3100	25
	Gandhi Nagar	3075	3150	3050	3125	25
	Ahmedabad (Sanand)	NR	NR	3035	3055	-
	Halvad	2825	3015	2855	3015	Unch
	Junagadh	2800	3150	2900	3150	Unch
	Dhrol	2725	2925	2780	2935	-10
Rajasthan	Jodhpur	2850	2850	2850	2880	-30
	Sumerpur	3025	3025	3000	3025	Unch

**Castor Seed Arrivals in Key Centers:**

Center	Market	Fig. in Quintal		Change
		25-Jun-16	24-Jun-16	
Gujarat	Patan	4088	5637	-1550
	Harij	900	900	Unch
	Rajkot	90	140	-50
	Gondal	236	148	88
	Deesa	NR	962	-
	Bhabar	5250	2888	2363
	Mehsana	525	750	-225
	Kadi	2000	2320	-320
	Sabarkatha	225	225	Unch
	Gandhi Nagar	375	338	38
	Ahmedabad (Sanand)	NR	5	-
	Halvad	450	450	Unch
	Junagadh	30	15	15
	Dhrol	5.5	8	-2.5
Rajasthan	Jodhpur	53	75	-23
	Sumerpur	240	160	80
Total Arrivals/Above Markets		14467	15019	-553

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