

Castor Domestic Fundamentals:

- **All India average price for castor seed increased by 1.84 %** from Rs 3018. 46 to Rs 3074.28 per qtl during the week ended 23rd June-2016. It is lower by 7.73 % from the price registered in the third week of June, 2015. As prices are ruling lower, buyers remain active.
- **As of now monsoon rainfall has not been up to the mark. However, prospects still remains intact** for good rainfall in coming weeks. 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.
- **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.
- **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 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 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 25, 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
		27-Jun-16		25-Jun-16		
	Castor Seed	Low	High	Low	High	
Gujarat	Patan	3050	3125	2950	3170	-45
	Harij	3125	3150	3100	3135	15
	Rajkot	2775	3065	2875	3140	-75
	Gondal	2755	3255	2930	3235	20
	Deesa	3000	3165	NR	NR	-
	Bhabar	3125	3150	3075	3125	25
	Mehsana	3075	3150	3075	3115	35
	Kadi	3100	3205	3055	3135	70
	Sabarkatha	3100	3150	3100	3125	25
	Gandhi Nagar	3125	3200	3075	3150	50
	Ahmedabad (Sanand)	3070	3095	NR	NR	-
	Halvad	2875	3060	2825	3015	45
	Junagadh	2900	3200	2800	3150	50
	Dhrol	2700	3060	2725	2925	135
Rajasthan	Jodhpur	2950	2950	2850	2850	100
	Sumerpur	3100	3100	3025	3025	75

Castor Seed Arrivals in Key Centers:

Center	Market	Fig. in Quintal		Change
		27-Jun-16	25-Jun-16	
Gujarat	Patan	4125	4088	38
	Harij	1125	900	225
	Rajkot	120	90	30
	Gondal	1061	236	825
	Deesa	830	NR	-
	Bhabar	1831	5250	-3419
	Mehsana	450	525	-75
	Kadi	1920	2000	-80
	Sabarkatha	225	225	Unch
	Gandhi Nagar	225	375	-150
	Ahmedabad (Sanand)	56	NR	-
	Halvad	375	450	-75
	Junagadh	50	30	20
	Dhrol	5	6	-1
Rajasthan	Jodhpur	75	53	23
	Sumerpur	400	240	160
Total Arrivals/Above Markets		12873	14467	-1593

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

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