

### 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 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 27, 2016			
Stocks	Demat	In- Process	Total
Bhabhar	-	-	-
Deesa	373	0	373
Kadi	491	0	491
Patan	151	0	151

NCDEX Castor FED Wise Stock Position (Qty in MT) on June 27, 2016					
FED	Bhabhar	Deesa	Kadi	Patan	Total
5-Jul-16	-	252	491	131	874
5-Aug-16	-	121	0	20	141
Total	-	373	491	151	1015

**Castor Seed Prices at Key Spot Markets:**

Commodity/Center	Market	Price (Rs/ Quintal)				Change
		28-Jun-16		27-Jun-16		
	Castor Seed	Low	High	Low	High	
Gujarat	Patan	3025	3285	3050	3125	160
	Harij	3190	3225	3125	3150	75
	Rajkot	2875	3150	2775	3065	85
	Gondal	3055	3255	2755	3255	Unch
	Deesa	3045	3225	3000	3165	60
	Bhabar	3175	3235	3125	3150	85
	Mehsana	3150	3175	3075	3150	25
	Kadi	3125	3240	3100	3205	35
	Sabarkatha	3100	3175	3100	3150	25
	Gandhi Nagar	3175	3250	3125	3200	50
	Ahmedabad (Sanand)	3050	3060	3070	3095	-35
	Halvad	2860	3045	2875	3060	-15
	Junagadh	2800	3195	2900	3200	-5
	Dhrol	2770	3000	2700	3060	-60
	Rajasthan	Jodhpur	2900	2955	2900	2950
Sumerpur		3100	3150	2950	3100	50

**Castor Seed Arrivals in Key Centers:**

Center	Market	Fig. in Quintal		Change
		28-Jun-16	27-Jun-16	
Gujarat	Patan	5145	4125	1020
	Harij	900	1125	-225
	Rajkot	110	120	-10
	Gondal	636	1061	-425
	Deesa	973	830	142
	Bhabar	2057	1831	227
	Mehsana	525	450	75
	Kadi	2080	1920	160
	Sabarkatha	225	225	Unch
	Gandhi Nagar	225	225	Unch
	Ahmedabad (Sanand)	17	56	-39
	Halvad	300	375	-75
	Junagadh	35	50	-15
	Dhrol	2	5	-3
Rajasthan	Jodhpur	75	75	Unch
	Sumerpur	400	400	Unch
Total Arrivals/Above Markets		13705	12873	832

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

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