

Castor Domestic Fundamentals:

- **Finally, the NCDEX has settled the castor claims admissible as per the close-out declared on May 9.** It will pay sellers at the rate of Rs 120 per qtl. who had net sell positions in castor seed contracts and had valid deliverable stocks in exchange approved warehouses as on 27th Jan-2016. However, compensatory amount has not been disclosed. NCDEX MD Samir Shah speaking to media person said that the actions taken by the Exchange and the regulator, in connection with the suspension of castor seed contract has restored the confidence of market participants.
- **Castor seed all India average price increased by 2.92 % from Rs 3069.21(May-2016) to Rs 3158.84 per qtl. in June-2016.** Major increase was seen in Maharashtra, followed by Karnataka where average prices increased by 4.22 and 0.79 percent during the month under review. Fear of lower area coverage and unattractive price in comparison to other kharif cash crops have lent support to cash market fundamental
- **At arrival front all major markets have seen considerable drop in arrivals** in comparison to May-2016. It decreased by 84% in Dhrol, 65 % in Deesa, 51% in Patan and 58% in Ahmadabad. All India arrivals have decline by 44 percent from 742454 to 418402 qtl. in June-2016. Arrival would continue to dip due to lower price. Increasing fear of lower area coverage would continue to push up price at current level. Agriwatch expects firmness of Rs250 to 450 per qtl by October end. At all India basis arrival declines by 43 %.
- **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 increases by 2.16 % to 12545.18 tonne during the week ended 26th June, 2016.** Price realization too has increased by 3.41 % from previous week to \$1146.68. India had exported 12280 tonne oil previous week. As prices of seed is ruling lower, export volume is expected to remain at higher level next week too. Cash market is expected to firm up due to lower arrivals.
- **Castor seed market in Sumerpur located in region of Rajasthan traded unchanged.** Stockiest remained active as arrival is being reported at 250/350 bags per day. As price is ruling lower, buyers have started accumulating stock in anticipation of higher price in second half of the year.

International Market Update:

- **Demand for castor oil continues from major buyers like China, EU and USA,** China may buy around 2 lakh 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 with firm bias likely to continue.

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 July 04, 2016			
Stocks	Demat	In- Process	Total
Bhabhar	-	-	-
Deesa	-	-	-
Kadi	-	-	110
Patan	20	0	20

NCDEX Castor FED Wise Stock Position (Qty in MT) on July04, 2016					
FED	Bhabhar	Deesa	Kadi	Patan	Total
5-Jul-16	-	-	-	20	20
5-Aug-16	-	-	-	-	-
Total	-	-	-	20	20

Castor Seed Prices at Key Spot Markets:

Commodity/Center	Market	Price (Rs/ Quintal)				Change
		5-Jul-16		4-Jul-16		
	Castor Seed	Low	High	Low	High	
Gujarat	Patan	3130	3165	3150	3200	-35
	Harij	3125	3165	3150	3190	-25
	Rajkot	2805	3140	2825	3165	-25
	Gondal	3005	3280	3005	3255	25
	Deesa	3040	3115	3080	3185	-70
	Bhabar	3110	3180	NR	NR	-
	Mehsana	3100	3150	3150	3180	-30
	Kadi	3125	3235	3150	3300	-65
	Sabarkatha	3175	3200	3200	3225	-25
	Gandhi Nagar	3150	3200	3150	3225	-25
	Ahmedabad (Sanand)	3115	3135	3115	3115	20
	Halvad	2900	3230	3030	3240	-10
	Junagadh	3000	3175	3000	3220	-45
	Dhrol	NR	NR	2850	3100	-
Rajasthan	Jodhpur	2945	2985	2950	2990	-5
	Sumerpur	3125	3175	3175	3225	-50

Castor Seed Arrivals in Key Centers:

Center	Market	Fig. in Quintal		Change
		5-Jul-16	4-Jul-16	
Gujarat	Patan	2250	1875	375
	Harij	975	600	375
	Rajkot	90	140	-50
	Gondal	127	129	-2
	Deesa	422	300	122
	Bhabar	1554	NR	-
	Mehsana	750	413	338
	Kadi	1720	3600	-1880
	Sabarkatha	75	75	Unch
	Gandhi Nagar	225	188	38
	Ahmedabad (Sanand)	8	12	-4
	Halvad	188	225	-38
	Junagadh	15	45	-30
	Dhrol	NR	5	-
Rajasthan	Jodhpur	53	53	Unch
	Sumerpur	160	160	Unch
Total Arrivals/Above Markets		8611	7819	793

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

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