

Castor Domestic Fundamentals:

- **Mostly market remains closed in Gujarat. Mixed trend was witnessed in Sumerpur.** Castor oil export volume decreases by 31.57 percent week on week basis to 8584.37 tonne. Average FoB quote too decreases by 0.54 percent from \$1146.68 to \$ 1140.48 per tonne. China and Netherland remain major buyers contributing 4515.92 and 1332.68 tonne respectively. Thailand and France brought 483.48 and 306.29 tonne during week ending 3rd July-2016. Volume is expected to stay steady as buyers are in no hurry to buy in bulk quantity. Seed prices have started to improve and FoB quotes may move up from current level.
- **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 %.
- **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 |
|------------------|--------------------|---------------------|--------|----------|------|--------|
| | | 6-Jul-16 | | 5-Jul-16 | | |
| | Castor Seed | Low | High | Low | High | |
| Gujarat | Patan | Closed | Closed | 3130 | 3165 | - |
| | Harij | Closed | Closed | 3125 | 3165 | - |
| | Rajkot | Closed | Closed | 2805 | 3140 | - |
| | Gondal | Closed | Closed | 3005 | 3280 | - |
| | Deesa | Closed | Closed | 3040 | 3115 | - |
| | Bhabar | Closed | Closed | 3110 | 3180 | - |
| | Mehsana | Closed | Closed | 3100 | 3150 | - |
| | Kadi | Closed | Closed | 3125 | 3235 | - |
| | Sabarkatha | Closed | Closed | 3175 | 3200 | - |
| | Gandhi Nagar | Closed | Closed | 3150 | 3200 | - |
| | Ahmedabad (Sanand) | Closed | Closed | 3115 | 3135 | - |
| | Halvad | Closed | Closed | 2900 | 3230 | - |
| | Junagadh | Closed | Closed | 3000 | 3175 | - |
| | Dhrol | Closed | Closed | NR | NR | - |
| | Rajasthan | Jodhpur | 2500 | 3000 | 2945 | 2985 |
| Sumerpur | | 3100 | 3150 | 3125 | 3175 | -25 |

Castor Seed Arrivals in Key Centers:

| Center | Market | Fig. in Quintal | | Change |
|------------------------------|--------------------|-----------------|----------|--------|
| | | 6-Jul-16 | 5-Jul-16 | |
| Gujarat | Patan | Closed | 2250 | - |
| | Harij | Closed | 975 | - |
| | Rajkot | Closed | 90 | - |
| | Gondal | Closed | 127 | - |
| | Deesa | Closed | 422 | - |
| | Bhabar | Closed | 1554 | - |
| | Mehsana | Closed | 750 | - |
| | Kadi | Closed | 1720 | - |
| | Sabarkatha | Closed | 75 | - |
| | Gandhi Nagar | Closed | 225 | - |
| | Ahmedabad (Sanand) | Closed | 8 | - |
| | Halvad | Closed | 188 | - |
| | Junagadh | Closed | 15 | - |
| | Dhrol | Closed | NR | - |
| Rajasthan | Jodhpur | 19 | 53 | -34 |
| | Sumerpur | 240 | 160 | 80 |
| Total Arrivals/Above Markets | | 259 | 8611 | -8353 |

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

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