

### Castor Domestic Fundamentals:

- **Overall castor seed cash market traded mixed on Friday.** 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 Rs 250 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 in the short 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 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 July 07, 2016					
FED	Bhabhar	Deesa	Kadi	Patan	Total
5-Jul-16	-	-	-	-	-
5-Aug-16	-	-	-	-	-
Total	-	-	-	-	-

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

Commodity/Center	Market	Price (Rs/ Quintal)				Change
		8-Jul-16		7-Jul-16		
	Castor Seed	Low	High	Low	High	
Gujarat	Patan	3100	3200	3100	3200	Unch
	Harij	3125	3175	3125	3175	Unch
	Rajkot	2775	3125	2875	3200	-75
	Gondal	2755	3180	NR	NR	-
	Deesa	3100	3175	3100	3175	Unch
	Bhabar	3115	3170	3000	3190	-20
	Mehsana	3140	3170	3140	3175	-5
	Kadi	3125	3235	3125	3240	-5
	Sabarkatha	3150	3175	Closed	Closed	-
	Gandhi Nagar	3155	3225	3125	3200	25
	Ahmedabad (Sanand)	3125	3140	NA	NA	-
	Halvad	3065	3230	3100	3150	80
	Junagadh	3000	3220	NA	NA	-
	Dhrol	2850	3040	2895	3090	-50
	Rajasthan	Jodhpur	NA	NA	2940	2990
Sumerpur		3100	3150	3100	3150	Unch

**Castor Seed Arrivals in Key Centers:**

Center	Market	Fig. in Quintal		Change
		8-Jul-16	7-Jul-16	
Gujarat	Patan	2625	3375	-750
	Harij	375	375	Unch
	Rajkot	85	140	-55
	Gondal	193	NR	-
	Deesa	404	262	142
	Bhabar	1800	1379	421
	Mehsana	600	600	Unch
	Kadi	1040	1272	-232
	Sabarkatha	75	Closed	-
	Gandhi Nagar	113	300	-188
	Ahmedabad (Sanand)	24	NA	-
	Halvad	225	38	188
	Junagadh	10	NA	-
	Dhrol	11	9	2
Rajasthan	Jodhpur	NA	45	-
	Sumerpur	160	240	-80
Total Arrivals/Above Markets		7740	8035	-296

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

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