

**Castor Domestic Fundamentals:**

- **All India average price for castor seed increased by 3.35 % from Rs 3029.5 to Rs 3131.09 per qtl** during the week ended 9<sup>th</sup> July-2016. It is lower by 5.65 % from the price registered in the first week of July, 2015. As prices are ruling lower, buyers remain active. Arrivals are comparatively 35 % lower this year due to unattractive price. Lower prevailing price of seed has discouraged farmers from releasing entire stock and they have preferred to retain around 40 % crop in anticipation of price hike, generally seen in third and 4th quarter of the year.
- **Castor seed cash market trades sideways despite lower arrival and good export** demand for oil and other castor derivatives. Inner tone remains firm as fear of lower area coverage is getting ground now. As on 8<sup>th</sup> July, total coverage under castor seed was reported only 34,000 ha against last year's coverage of 55,000 ha. In first week of July normal area coverage is 65,000 ha. Lower coverage and farmers sowing intention show the possibility of 25 % lower coverage in Gujarat
- **Area may decrease in Telangana too as farmers have proffered pulses due to huge price difference** and good rainfall so far. Slight increase in Rajasthan may be expected as some local seed varieties give good yield to farmers with lower production costing. Castor seed is likely to trade at Rs 3100 to Rs 3150 in the second half of this month.
- **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 3<sup>rd</sup> July-2016. Volume is expected to stay steady as buyers are in no hurry to buy in bulk quantity.
- **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.
- **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 July11, 2016			
Stocks	Demat	In- Process	Total
Bhabhar	-	-	-
Deesa	-	-	-
Kadi	-	-	-
Patan	-	-	-

NCDEX Castor FED Wise Stock Position (Qty in MT) on July07, 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
		11-Jul-16		9-Jul-16		
	Castor Seed	Low	High	Low	High	
Gujarat	Patan	3100	3200	3100	3200	Unch
	Harij	3175	3225	3140	3165	60
	Rajkot	2575	3130	2805	3130	Unch
	Gondal	2755	3180	2755	3155	25
	Deesa	3065	3170	3060	3175	-5
	Bhabar	NR	NR	3090	3175	-
	Mehsana	3150	3180	3125	3175	5
	Kadi	3180	3260	3125	3260	Unch
	Sabarkatha	3175	3200	3150	3200	Unch
	Gandhi Nagar	3150	3200	3125	3200	Unch
	Ahmedabad (Sanand)	3105	3150	NR	NR	-
	Halvad	2950	3160	3100	3225	-65
	Junagadh	3000	3225	3045	3185	40
	Dhrol	2730	2910	NR	NR	-
Rajasthan	Jodhpur	2925	2975	2900	3000	-25
	Sumerpur	3100	3150	3100	3150	Unch

**Castor Seed Arrivals in Key Centers:**

Center	Market	Fig. in Quintal		Change
		11-Jul-16	9-Jul-16	
Gujarat	Patan	2625	2625	Unch
	Harij	263	300	-38
	Rajkot	225	120	105
	Gondal	154	85	69
	Deesa	304	456	-152
	Bhabar	NR	1388	-
	Mehsana	600	450	150
	Kadi	1220	1440	-220
	Sabarkatha	150	38	113
	Gandhi Nagar	225	188	38
	Ahmedabad (Sanand)	1	NR	-
	Halvad	188	300	-113
	Junagadh	50	25	25
	Dhrol	1	NR	-
Rajasthan	Jodhpur	113	113	Unch
	Sumerpur	160	160	Unch
Total Arrivals/Above Markets		6278	7686	-1409

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

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