

Castor Domestic Fundamentals:

- **Inner tone remains firm. Castor seed cash markets recover slightly** despite slower pace of oil export and normal arrival in major markets of Rajasthan and Gujarat. Lower area coverage so far and unattractive price backed by good rainfall have given ground for crop shifting in Gujarat, the major castor seed producing state. Fear of lower production this year and depleting old stock have started pushing market up.
- **India exported 7078.99 tonne castor oil during week ended 10th ,July-2016**, lower by 17.54 % from previous week. However, average price realization increased by 3.21 % to \$1177.06 per tonne. It had exported 8584.37 tonne oil at an average price of \$ 1140.48 per tonne in the beginning of July. Export volume is unlikely to increase as most buyers have covered their two-three months need and they are in no hurry to buy aggressively in rising market price. So Agriwatch expects steady export in coming weeks.
- **As on 8 th 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.
- **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 9th 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 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:

- **As usual China brought the highest quantity(2687 toone), followed by** Netherland 1177.46 T and Japan 600.84 T. Buyers like UK, USA and Belgium too remains active buying over three hundred tonne. Thailand too brought 218.73 tonne and is stockpiling oil to sell it at higher price whenever oil price shoots up, expected in third quarter of this year. Besides, other countries brought 686 tonne oil during the week under review.
- **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 to slightly firm 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 27th Jan-2016

| Spread | 16-Jan | 16-Feb | 16-Mar |
|---------------|--------|--------|--------|
| Patan | | | |
| Feb-16 | | | |
| Mar-16 | | | |
| Apr-16 | | | |

| NCDEX Warehouse Stocks (in MT):- as on July13, 2016 | | | |
|---|-------|-------------|-------|
| Stocks | Demat | In- Process | Total |
| Bhabhar | - | - | - |
| Deesa | - | - | - |
| Kadi | - | - | - |
| Patan | - | - | - |

| NCDEX Castor FED Wise Stock Position (Qty in MT) on July 11, 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 |
|------------------|--------------------|---------------------|------|-----------|------|--------|
| | | 14-Jul-16 | | 13-Jul-16 | | |
| | Castor Seed | Low | High | Low | High | |
| Gujarat | Patan | 3150 | 3250 | 3100 | 3250 | Unch |
| | Harij | NR | NR | NR | NR | - |
| | Rajkot | 2875 | 3235 | 2875 | 3225 | 10 |
| | Gondal | 2955 | 3230 | 2755 | 3205 | 25 |
| | Deesa | 3255 | 3290 | 3090 | 3210 | 80 |
| | Bhabar | NR | NR | NR | NR | - |
| | Mehsana | 3150 | 3225 | 3150 | 3240 | -15 |
| | Kadi | 3180 | 3260 | 3180 | 3260 | Unch |
| | Sabarkatha | 3225 | 3250 | 3200 | 3225 | 25 |
| | Gandhi Nagar | 3200 | 3300 | 3150 | 3250 | 50 |
| | Ahmedabad (Sanand) | NA | NA | NA | NA | - |
| | Halvad | 2975 | 3165 | 3060 | 3235 | -70 |
| | Junagadh | 3000 | 3200 | 3000 | 3200 | Unch |
| | Dhrol | 2810 | 3160 | NA | NA | - |
| Rajasthan | Jodhpur | 2950 | 3050 | 2925 | 2975 | 75 |
| | Sumerpur | 3250 | 3250 | 3075 | 3125 | 125 |

Castor Seed Arrivals in Key Centers:

| Center | Market | Fig. in Quintal | | Change |
|------------------------------|--------------------|-----------------|-----------|--------|
| | | 14-Jul-16 | 13-Jul-16 | |
| Gujarat | Patan | 600 | 750 | -150 |
| | Harij | NR | NR | - |
| | Rajkot | 90 | 102 | -12 |
| | Gondal | 96 | 68 | 28 |
| | Deesa | 80 | 149 | -69 |
| | Bhabar | NR | NR | - |
| | Mehsana | 525 | 225 | 300 |
| | Kadi | 1440 | 800 | 640 |
| | Sabarkatha | 150 | 15 | 135 |
| | Gandhi Nagar | 50 | 150 | -100 |
| | Ahmedabad (Sanand) | NA | NA | - |
| | Halvad | 188 | 225 | -38 |
| | Junagadh | 10 | 10 | Unch |
| | Dhrol | 6.5 | NA | - |
| Rajasthan | Jodhpur | 30 | 38 | -8 |
| | Sumerpur | 160 | 40 | 120 |
| Total Arrivals/Above Markets | | 3425 | 2571 | 854 |

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

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