

### Castor Domestic Fundamentals:

- **Castor meal export has been decreasing despite lower seed price and higher** crushing due to better pace of oil export this year. In the first quarter starting from April-16, India exported only 80808 tonne castor meal, lower by 85.17% from first quarter of 2015. India had exported 1.79 lakh tonne castor extraction in first three months of 2015. South Korea imported 75700 tonne this year while other buyers include Srilanka, Taiwan and Japan. Average FoB quote in June decreased By \$3 to 70 per tonne. In June 2015 it was ruling at \$112.
- **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 10<sup>th</sup> ,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<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.
- **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 4<sup>th</sup> 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 stocking 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 .

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 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
		15-Jul-16		14-Jul-16		
	Castor Seed	Low	High	Low	High	
Gujarat	Patan	3200	3325	3150	3250	75
	Harij	3300	3325	NR	NR	-
	Rajkot	3005	3365	2875	3235	130
	Gondal	3005	3235	2955	3230	5
	Deesa	3125	3305	3255	3290	15
	Bhabar	NR	NR	NR	NR	-
	Mehsana	3225	3275	3150	3225	50
	Kadi	3225	3325	3200	3300	25
	Sabarkatha	3250	3300	3225	3250	50
	Gandhi Nagar	3250	3350	3200	3300	50
	Ahmedabad (Sanand)	NA	NA	3145	3190	-
	Halvad	3100	3175	2975	3165	10
	Junagadh	NA	NA	3000	3200	-
	Dhrol	NA	NA	2810	3160	-
Rajasthan	Jodhpur	3000	3150	2950	3050	100
	Sumerpur	3320	3320	3250	3250	70

**Castor Seed Arrivals in Key Centers:**

Center	Market	Fig. in Quintal		Change
		15-Jul-16	14-Jul-16	
Gujarat	Patan	3750	600	3150
	Harij	525	NR	-
	Rajkot	210	90	120
	Gondal	178	96	82
	Deesa	450	80	370
	Bhabar	NR	NR	-
	Mehsana	525	525	Unch
	Kadi	1840	1440	400
	Sabarkatha	150	150	Unch
	Gandhi Nagar	188	75	113
	Ahmedabad (Sanand)	NA	2	-
	Halvad	225	188	38
	Junagadh	NA	10	-
	Dhrol	NA	7	-
Rajasthan	Jodhpur	60	30	30
	Sumerpur	240	160	80
Total Arrivals/Above Markets		8341	3452	4889

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

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