

Castor Domestic Fundamentals:

- **Overall castor cash seed markets traded mixed on Wednesday.**
- **As on 15th July, total coverage under castor seed was reported only 40,000 ha** against last year's coverage of 74,000 ha. In second week of July. Normal area coverage is 85,000 ha. for the same period. Lower coverage and farmers sowing intention show the possibility of 25 % lower coverage in 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.
- **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.
- **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.
- **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 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 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 19, 2016			
Stocks	Demat	In- Process	Total
Bhabhar	-	-	-
Deesa	-	-	-
Kadi	-	-	-
Patan	-	-	-

NCDEX Castor FED Wise Stock Position (Qty in MT) on July 18, 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
		20-Jul-16		19-Jul-16		
	Castor Seed	Low	High	Low	High	
Gujarat	Patan	3200	3375	3100	3400	-25
	Harij	3300	3375	Closed	Closed	-
	Rajkot	3025	3395	3025	3385	10
	Gondal	2905	3480	3055	3505	-25
	Deesa	3200	3355	3275	3325	30
	Bhabar	3300	3335	3325	3375	-40
	Mehsana	3300	3325	3275	3325	Unch
	Kadi	3325	3400	3250	3375	25
	Sabarkatha	3300	3370	3325	3375	-5
	Gandhi Nagar	3325	3375	Closed	Closed	-
	Ahmedabad (Sanand)	3300	3375	3350	3350	25
	Halvad	3200	3300	Closed	Closed	-
	Junagadh	3200	3415	2950	3150	265
	Dhrol	NA	NA	2950	3265	-
	Rajasthan	Jodhpur	2950	3100	3100	3200
Sumerpur		3400	3425	3400	3425	Unch

Castor Seed Arrivals in Key Centers:

Center	Market	Fig. in Quintal		Change
		20-Jul-16	19-Jul-16	
Gujarat	Patan	4477	3773	704
	Harij	300	Closed	-
	Rajkot	102	90	12
	Gondal	253	157	96
	Deesa	366	122	243
	Bhabar	1313	1500	-188
	Mehsana	375	525	-150
	Kadi	1280	1120	160
	Sabarkatha	150	150	Unch
	Gandhi Nagar	188	Closed	-
	Ahmedabad (Sanand)	1	1	Unch
	Halvad	188	Closed	-
	Junagadh	200	25	175
	Dhrol	NA	1	-
Rajasthan	Jodhpur	90	30	60
	Sumerpur	160	160	Unch
Total Arrivals/Above Markets		9441	7654	1787

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

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