

### Domestic Market Update:

- **Mostly castor mandi traded mixed on Monday with** lower arrival. All India castor seed arrival today is 4139 quintals which is down by 845 quintals by last day arrivals of 4984 quintals.
- **Robust sowing, supported by increased water availability following extended rains, has brightened the castor crop** prospects in the largest growing States, Gujarat and Rajasthan.
- **According to farmers and trade sources, the current crop condition appears good and the output is likely to cross 17** lakh tonnes, a likely record in at least the past seven years. In 2011-12, castor crop output was recorded at 16.2 lakh tons.
- **Castor crop looks good at present and it is expected that the crop size will be much higher than last year's.** Farmers are estimating the crop to be between 17-19 lakh tonnes. Thanks to increased acreage and likely favorable climate, the crop will give a record output this year.
- **Gujarat is the largest producer of the oilseed, which is used by multiple industries. At 7, 40,484 hectares, the State saw a** nearly 39 per cent jump in castor sowing for kharif 2019, as against 5, 33,789 hectares in the previous year. Good castor prices last year have also encouraged farmers to take up the oilseed in a big way.
- **Rajasthan has also witnessed about 20 per cent rise in castor sowing at 1, 54,200 hectares, as against 1, 28,300 hectares** in the previous year.
- **The Solvent Extractors' Association of India (SEA) estimated castor output for the year 2018-19 at about 9.35 lakh tons.**
- **According to SEA officials, supportive monsoon and increased acreage will boost the prospects for the crop this year.** "As per SEA crop survey is under way and we will come out with crop projections in February. But at present, the crop looks good and if the climate remains favorable, we will have a better crop than last year's.
- **In this year the highest crop output in at least past 4-5 years. Domestic demand looks good, while in the international market,** multiple factors including US-China trade deal will hold the key to castor demand," said Rakesh Dhariwal of Maa Vankal Group, a leading trader in the commodity.
- **India is the largest producer of castor oil and feeds key markets, including China. International prices currently hover in** the range of \$1,310 per tonne FOB. In the domestic market, however, the prices have corrected by about 15-18 per cent to Rs 4,379 a quintal since December last year.
- **In what is being termed as the biggest locust swarm attack in over two decades,** several parts of North Gujarat have seen crops like castor, cumin and mustard take a major hit. According to the AGMARK data, all India castor crop arrivals in the third week of November is reported at 3.17 Thousand MT which is 55 percent higher than last year arrivals of 6.57 thousand MT in the same time period. Lower arrivals in the domestic mandi may push the prices upward.
- **Castor, cumin and mustard have seen the highest impact, being the major crops in North Gujarat. Of these, Banaskantha** district has seen most impact due to its proximity to Rajasthan's desert region from where the locusts have entered Gujarat. Meanwhile, despite witnessing presence of locusts, the Kutch district has seen little to no damage to the crop.
- **According to latest sowing report as on 27th September 2019, all India Castor sowing is reported 9.38 lakh hectares** in 2019 which is 6.95 per cent higher than last year acreage of 8.77 lakh hectares in the same time

period. Higher castor acreage is reported in Gujarat this year as compare to last year. However, in Rajasthan castor acreage has decreased to 1.54 lakh hectares from 2.64 lakh hectares last year.

- **Gujarat castor acreage is reported at 7.40 lakh hectares which is 38.57 per cent higher than last year acreage of 5.34 lakh hectares.** Farmers in Gujarat had re-sowed castor crop where damaged was observed due to rains. However, yield is expected to be lower than normal in those areas due to late sowing.
- **According to Government 1<sup>st</sup> advance estimate, castor production in 2019-20 is estimated at 17.37 lakh tonnes.**

NCDEX Castor Futures				Date: 03/2/2020			
Contract	+/-	Open	High	Low	Close	Volume	O. Int
20-Feb	-40	3930	3934	3884	3884	3205	13895
20-Mar	-36	3960	3960	3896	3900	3345	17980
20-Apr	-90	3984	3960	3918	3928	295	3600

**Castor Seed Prices in Key Centers:**

Commodity/Center	Market	Price (Rs/ Quintal)				Change
		4-Feb-20		3-Feb-20		
	Castor Seed	Low	High	Low	High	
Gujarat	Patan	3750	3875	3850	3925	-50
	Harij	3800	3850	3750	3825	25
	Rajkot	3500	3775	3450	3775	Unch
	Gondal	3105	3780	3005	3730	50
	Deesa	3850	3900	3900	3950	-50
	Bhabar	3850	3950	3900	3950	Unch
	Mehsana	3800	3825	3850	3875	-50
	Kadi	3850	3880	3900	3945	-65
	Sabarkatha	3900	3925	3900	3925	Unch
	Gandhi Nagar	3850	3900	3860	3900	Unch
	Ahmedabad (Sanand)	NA	NA	NA	NA	-
	Halvad	3750	3925	3800	3975	-50
	Junagadh	NA	NA	NA	NA	-
	Dhrol	NA	NA	NA	NA	-
Rajasthan	Jodhpur	3900	3936	3940	3950	-14
	Sumerpur	3800	3825	3850	3875	-50

**Castor Seed Arrivals in Key Centers:**

Center	Market	Fig. in Quintal		Change
		4-Feb-20	3-Feb-20	
Gujarat	Patan	638	900	-263
	Harij	338	375	-38
	Rajkot	70	140	-70
	Gondal	17	5	12
	Deesa	225	900	-675
	Bhabar	1120	960	160
	Mehsana	90	53	38
	Kadi	784	720	64
	Sabarkatha	40	16	24
	Gandhi Nagar	53	75	-23
	Ahmedabad (Sanand)	NA	NA	-
	Halvad	525	600	-75
	Junagadh	NA	NA	-
	Dhrol	NA	NA	-
Rajasthan	Jodhpur	NA	NA	-
	Sumerpur	240	240	Unch
Total Arrivals/Above Markets		4139	4984	-845

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

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