

Domestic Market Update:

- **All India castor seed prices traded weak with lower arrival today, total castor seed arrival on Tuesday is 12434 quintal which is down by 1256 quintals from last day arrival of 13690 quintal.**
- **The rapidly spreading coronavirus is set to dent India's castor oil exports as uncertainty looms large over Chinese purchases** in the backdrop of the coronavirus outbreak. Industry experts have expressed fears of continued dip in castor oil exports this year. During the last calendar year, India's castor oil and derivatives exports were hit by economic weakness in China, causing a decline in exports to the tune of about 9 per cent over 2018.
- **According to Government 02nd advance estimate, castor production in 2019-20 is estimated at 21.6 lakh tonnes.**
- **Castor seed production in India is expected to grow 88% to 20.36 lakh tonne in 2019-20 compared to the previous year**, according to a survey conducted by Agriwatch. Last year, the country produced 10.82 lakh tonne of castor seed. According to the survey conducted by 'Agriwatch' or Indian Agribusiness Systems, commissioned by the Solvent Extractors Association of India (SEA), castor seed production in Gujarat, a major producer of the commodity, is estimated to be 17.44 lakh tonne in 2019-20, 96% more than 8.89 lakh tonne produced last year.
- **Exports of castor oil from India to China may slow on concern the spread of corona virus will impact port logistics in the world's most populous country**, according to India's top shipper.
- **Some Chinese buyers of castor oil have go slow on shipments as they anticipate ports may be affected because of the spread of coronavirus.**
- **Mostly castor mandi traded weak on Wednesday with higher arrival.** All India castor seed arrival today is 4501 quintals which is up by 363 quintals by last day arrivals of 4139 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.

NCDEX Castor Futures				Date: 17/3/2020			
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
		18-Mar-20	17-Mar-20	

	Castor Seed	Low	High	Low	High	
Gujarat	Patan	3650	3750	3650	3725	25
	Harij	3725	3760	3700	3740	20
	Rajkot	3450	3650	3450	3635	15
	Gondal	3430	3680	3605	3680	Unch
	Deesa	3675	3700	3690	3725	-25
	Bhabar	3700	3775	3740	3800	-25
	Mehsana	3675	3700	3625	3660	40
	Kadi	3700	3730	3660	3720	10
	Sabarkatha	3650	3675	3675	3700	-25
	Gandhi Nagar	3675	3725	3700	3725	Unch
	Ahmedabad (Sanand)	3555	3570	3565	3575	-5
	Halvad	3600	3800	3625	3800	Unch
	Junagadh	NA	NA	3400	3600	-
	Dhrol	NA	NA	3000	3360	-
Rajasthan	Jodhpur	3450	3525	3400	3500	25
	Sumerpur	3600	3650	3600	3650	Unch

Castor Seed Arrivals in Key Centers:

Center	Market	Fig. in Quintal		Change
		18-Mar-20	17-Mar-20	
Gujarat	Patan	1650	1650	Unch
	Harij	825	1650	-825
	Rajkot	280	120	160
	Gondal	103	73	30
	Deesa	600	435	165
	Bhabar	1056	1440	-384
	Mehsana	488	375	113
	Kadi	2240	1600	640
	Sabarkatha	320	280	40
	Gandhi Nagar	450	525	-75
	Ahmedabad (Sanand)	10	8	2
	Halvad	2250	2625	-375
	Junagadh	NA	5	-
	Dhrol	NA	10	-
Rajasthan	Jodhpur	30	38	-8
	Sumerpur	1600	1600	Unch
Total Arrivals/Above Markets		11901	12434	-532



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

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