

Domestic Market Update:

- Mostly weak tone are continued in various physical markets today despite slow pace of arrivals. All India castor seed arrival is 12470 quintal which is lower from last day arrival of 13741 quintal.
- All India castor seed sowing as on 21 August, 2020 is 5.68 lakh hectares which was higher by 9.23% of last year corresponding period area of 5.20 Lakh hectares. If the sowing would be in same pace in coming weeks, record production of castor seed could be seen in second consecutive years.
- Castor seed Price would like to go up from Rs. 1000/- to Rs. 1100/- Uncertainty over kharif Crop the sowing of Castor would decline by 20-25 %. According to N.P. Patel, president Gujarat Seeds producers association, due to good amount of rainfall in Kutch & Saurashtra farmers would like to have two crops instead of Castor, whose gestation period is 6 months. This is the main reason for decline in the area under Castor.
- Castor Seed futures on the NCDEX are witnessing a range-bound movement but the counter continues to see buying support at lower levels are traders are wondering if there is likely to some negative impact on the sowing of the commodity in leading producing state of Gujarat. Gujarat kharif sowing continues rigorously. The latest data shows that total acreage under the crops stands at 40.88 lakh hectares as on 30th July 2020, soaring by 48.16%.
- However, it is also evident that Castor acreage is likely getting affected as farmers prefer more of other crops. The benchmark NCDEX Castor Seed futures have been in a good nick recently, hitting a contract high above Rs 4000 per quintal before pulling off.
- As Per the final estimates, castor output in the country will be lower by about 15,000 tons from 19.77 lakh tons reported in 2018-19.
- The latest data of Gujarat sowing shows that total acreage under the castor crops stands at 1900 hectares as on 06th July 2020. From this it is clear that Castor acreage is likely getting affected as farmers prefer more of other crops.
- India's average castor seed productivity after the third and fourth survey has been revised down to 1,977 kg per hectare against 2,052 kg/ha estimated in the first estimate. This is due to some crop damage in Gujarat from untimely rains and strong winds. However, Rajasthan crop conditions were a little better than the first estimate.
- Gujarat will continue to be the largest castor seed producer with an estimated output of 16.60 lakh tons or nearly 85 per cent of the country's output. The first estimate had put the Gujarat output at 17.44 lakh tons.
- Strong winds, rains and hailstorm in some tehsils of Banaskantha, Gandhinagar, Mehsana and Ahmedabad (districts) during March 2020 had slightly damaged the standing castor crop. Farmers have also gone slow on selling castor seed in the market primarily due to the lockdown and lower prices.
- Rajasthan, on the other hand, is set to see an improvement in the average yield, which is revised upward to 1,593 kg/ha after the fourth round of survey, as against the first estimate of 1,523 kg/ha, due to favorable weather conditions and availability of water for irrigation.

- Also the area under castor in Rajasthan is believed to be higher for 2019-20 at 1,54,240 hectares per government estimates over last year's 1, 38,000 hectares. Meanwhile final production for the State is estimated to be 2.46 lakh tonnes as against the first estimate of 2.35 lakh tonnes.

NCDEX Castor Futures				Date: 28/08/2020			
Contract	+/- (%)	Open	High	Low	Clos e	Volum e	O. Int
20-Sept	-0.20	4026	4038	4002	4018	2005	22245
20-Oct	-0.10	4064	4072	4044	4060	850	6370
20-Nov	-	-	-	-	-	-	-

Castor Seed Prices in Key Centers:

Commodity/Center	Market	Price (Rs/ Quintal)				Change
		28-Aug-20		27-Aug-20		
	Castor Seed	Low	High	Low	High	
Gujarat	Patan	3850	3960	3900	4000	-40
	Harij	3875	3900	3900	3925	-25
	Rajkot	3650	3880	3555	3850	30
	Gondal	3705	3880	3705	3905	-25
	Deesa	3890	3930	3925	4050	-120
	Bhabar	3875	3900	3900	3950	-50
	Mehsana	3900	3950	3900	3965	-15
	Kadi	3900	3950	3900	4015	-65
	Sabarkatha	3950	3975	3950	4000	-25
	Gandhi Nagar	3900	3950	3950	4000	-50
	Ahmedabad (Sanand)	NA	NA	NA	NA	-
	Halvad	3775	3900	3775	3875	25
	Junagadh	3500	3710	NA	NA	-
	Dhrol	NA	NA	3000	3585	-
	Rajasthan	Jodhpur	Closed	Closed	Closed	Closed
Sumerpur		Closed	Closed	Closed	Closed	-

Center	Market	Fig. in Quintal		Change
		28-Aug-20	27-Aug-20	
Gujarat	Patan	1840	1875	-35
	Harij	2250	1875	375
	Rajkot	900	945	-45
	Gondal	500	700	-200
	Deesa	115	225	-110



	Bhabar	480	320	160
	Mehsana	825	750	75
	Kadi	3200	4480	-1280
	Sabarkatha	320	320	Unch
	Gandhi Nagar	900	1050	-150
	Ahmedabad (Sanand)	NA	NA	-
	Halvad	1125	1200	-75
	Junagadh	15	NA	-
	Dhrol	NA	1	-
Rajasthan	Jodhpur	Closed	Closed	-
	Sumerpur	Closed	Closed	-
Total Arrivals/Above Markets		12470	137411	-1272

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