

Domestic Market Update

- Firm sentiments showed in cash market today with lower arrival. All India daily arrival of castor seed today is 8664 quintal which is down by 8818 quintal previous day arrival.
- Due to the imminent second wave of corona in Europe, the importing countries would stock castor seeds for any future issue in the supply chain. And due to overstocking done by China of all agricultural products, there seems to be a clear cut message that in coming months the prices of Castor would stay strong. Farmers are also aware of this, that's why they are not ready to sell their produce below MSP and till the time they get a good return.
- According to Government 1st advance estimate, castor production in 2020-21 is estimated at 17.24 lakh tonnes. Last year total production of seed was reported at 18.49 lakh tonnes which was a record in the decade.
- Due to the corona pandemic there is a news in round that it is going to have a very adverse impact over export of Castor, whereas the government data displays a different story. Last year between January to August the export was 3.89 lakh million tonnes, which during the current year in the same period increased to 4.15 lakh million tonnes. So in total the export of castor has increased vis e vis last year.
- Overall Kharif acreage under castor seed as on 18th September is reported lower by 14.94% this year area of 7.74 lakh hectares against 9.10 lakh hectares in 2019-20. Area of castor seed is declined in all major producing states like Gujarat, Rajasthan, AP and Telangana.
- As per Haresh Vyas, MD of Solvent Extraction of India, Castor seed price will trade in the range bound in coming months. Around 60% of Castor seed available with farmers, prices will hover in the range and seed will be available throughout the year.
- 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.
- 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.
- 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.
- 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.

| NCDEX Castor Futures | | | | Date: 12.11.2020 | | | |
|----------------------|---------|------|------|------------------|-------|--------|--------|
| Contract | +/- (%) | Open | High | Low | Close | Volume | O. Int |
| 20-Nov | +1.58 | 4436 | 4524 | 4430 | 4512 | 8320 | 23170 |
| 20-Dec | +1.55 | 4500 | 4592 | 4500 | 4576 | 5970 | 13375 |
| 21-Jan | - | - | - | - | - | - | - |

Castor Seed Prices in Key Centers:

| Commodity/Center | Market | Price (Rs/ Quintal) | | | | Change |
|------------------|--------------------|---------------------|--------|-----------|--------|--------|
| | | 21-Nov-20 | | 20-Nov-20 | | |
| | Castor Seed | Low | High | Low | High | |
| Gujarat | Patan | Closed | Closed | 4575 | 4650 | - |
| | Harij | Closed | Closed | 4610 | 4660 | - |
| | Rajkot | NA | NA | 4265 | 4440 | - |
| | Gondal | 3825 | 4440 | 3825 | 4440 | Unch |
| | Deesa | Closed | Closed | Closed | Closed | - |
| | Bhabar | 4600 | 4625 | 4600 | 4650 | -25 |
| | Mehsana | 4600 | 4650 | 4525 | 4585 | 65 |
| | Kadi | 4500 | 4600 | 4545 | 4575 | 25 |
| | Sabarkatha | 4500 | 4600 | 4500 | 4575 | 25 |
| | Gandhi Nagar | Closed | Closed | Closed | Closed | - |
| | Ahmedabad (Sanand) | NA | NA | NA | NA | - |
| | Halvad | 4325 | 4525 | 4350 | 4510 | 15 |
| | Junagadh | 3500 | 4310 | 3750 | 4300 | 10 |
| | Dhrol | NA | NA | 3250 | 3630 | - |
| Rajasthan | Jodhpur | 4450 | 4470 | 4450 | 4470 | Unch |
| | Sumerpur | 4440 | 4480 | 4400 | 4450 | 30 |

Castor Seed Arrivals in Key Centers:

| Center | Market | Fig. in Quintal | | Change |
|---------|---------|-----------------|-----------|--------|
| | | 21-Nov-20 | 20-Nov-20 | |
| Gujarat | Patan | Closed | 2250 | - |
| | Harij | Closed | 900 | - |
| | Rajkot | NA | 380 | - |
| | Gondal | 650 | 450 | 200 |
| | Deesa | Closed | Closed | - |
| | Bhabar | 560 | 160 | 400 |
| | Mehsana | 825 | 450 | 375 |

| | | | | |
|-------------------------------------|--------------------|-------------|-------------|-------------|
| | Kadi | 2720 | 800 | 1920 |
| | Sabarkatha | 240 | 160 | 80 |
| | Gandhi Nagar | Closed | Closed | - |
| | Ahmedabad (Sanand) | NA | NA | - |
| | Halvad | 3375 | 3000 | 375 |
| | Junagadh | 54 | 27 | 27 |
| | Dhrol | NA | 1 | - |
| Rajasthan | Jodhpur | NA | NA | - |
| | Sumerpur | 240 | 240 | Unch |
| Total Arrivals/Above Markets | | 8664 | 8818 | -154 |

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

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