

Castor Domestic Market Fundamentals: -

Castor seed cash and futures markets recovered once again after extending loss in the beginning of the week, taking clue from lower stock, firm inner tone in the physical market and plants buying interest at higher price. Despite 9.29 percent higher area coverage market is expected to move up as new crop is almost five months away and big stockists are unwilling to release stock at this point of time.

In increasing markets and prevailing firm inner tone arrivals have decreased. Seed prices have increased by Rs 50 to Rs 60 per qtl. in last three days. It traded in the range of Rs 3850 to Rs 4025 per qtl., depending upon place of seed sourcing and its quality. Uptrend is expected to continue.

Progressive Area Coverage: -

Area coverage during kharif 2015 till 16th Sept, 2015 was reported at 10.82 lakh ha in comparison to 9.90 lakh ha during corresponding period last year. It is higher by 0.92 (up by 9.29 percent week on week basis) lakh ha. Gujarat has covered 7.67 against 6.93 lakh ha. Coverage area in Rajasthan is running ahead by 32.89 percent this year. It has covered 1.98 against 1.49 lakh ha. so far. Overall area coverage is up by 4.64 percent this year.

Agriculture statistics Division, DES has released its 1st Adv estimates of Production of food-grains for 2015-16 on 16.09.2015. It has estimated 19.44 lakh tonne seed production this year. The production target for 2015-16 has been fixed at 20.34 lakh ton. India has produced 19.63 lakh tonne castor seed in 2014-15 as per revised 1st Adv estimate. However private trade estimate for the year is much lower and is between 15 to 16 lakh tonne for 2015-16.

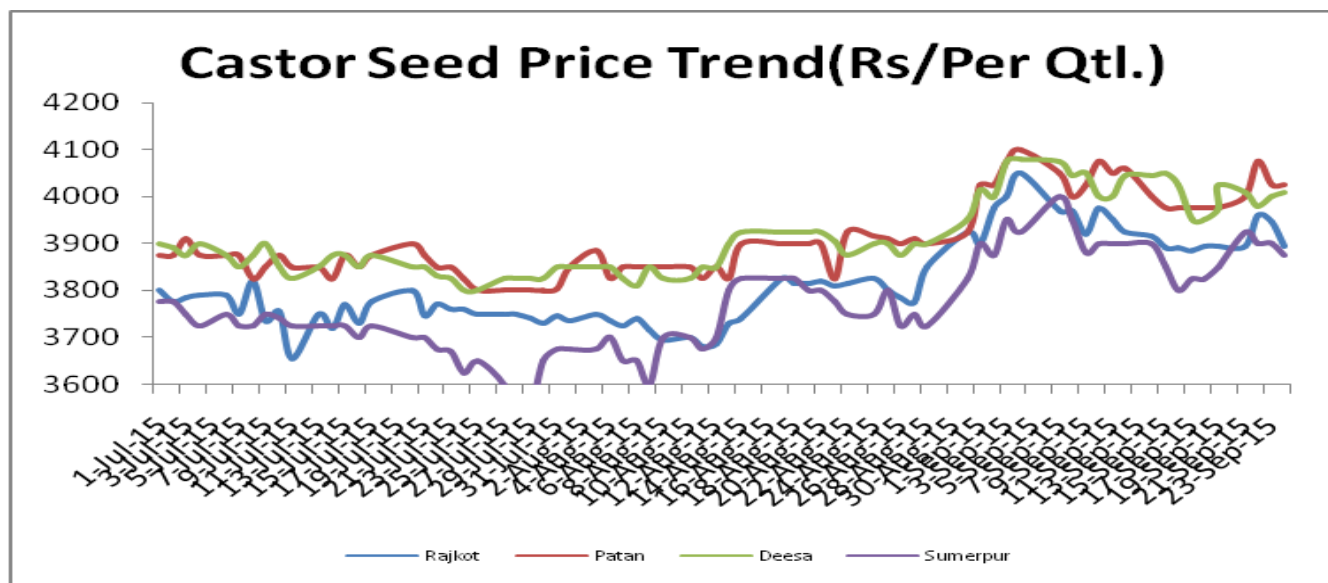
Castor seed meal export from Kandla port is being shipped out at an ave price of \$114 per tonne on FoB basis. It is 1.43 percent lower than the price realized in the third week of Sept, 2014. Average meal price has been almost steady over the last four weeks at \$111 per tonne. Meal market is expected to move up in Sept end as seed prices are ruling higher. India shipped out 35439.23 MT meal during the week ending 20th Sep, 2015.

Castor oil export has increased slightly week on week Basis. In the third week of Sep, castor oil export increased from 7576.42 to 8048.49 tonne, up by 6.23 percent from last week. Average price was recorded at \$1264.94.6 per tonne including premium grade price too. Oil price is expected to move up too in coming weeks.

Outlook & Recommendation: -

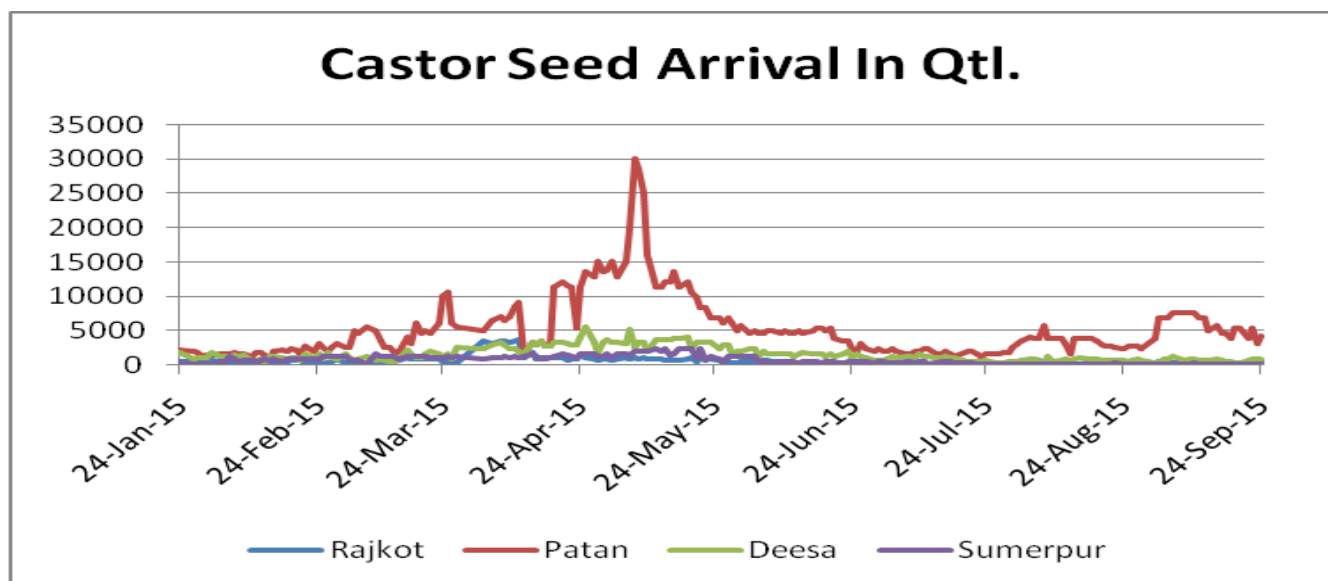
Overall market sentiment remains firm in the short to medium term. However, stake holders should wait for stabilization in the market. As new crop is five –six month away, stockists would try to drag market in their own favour in the third quarter. Seed stock is considered to be lower by 20 to 25 percent in comparison to last year. Major portion of stock is in strong hands they would not release it soon. All these developments may lend support to castor seed market in the weeks ahead.

Stake holders may go for buying above 4250-60 for the target of 4300-4350 in Nov contract.



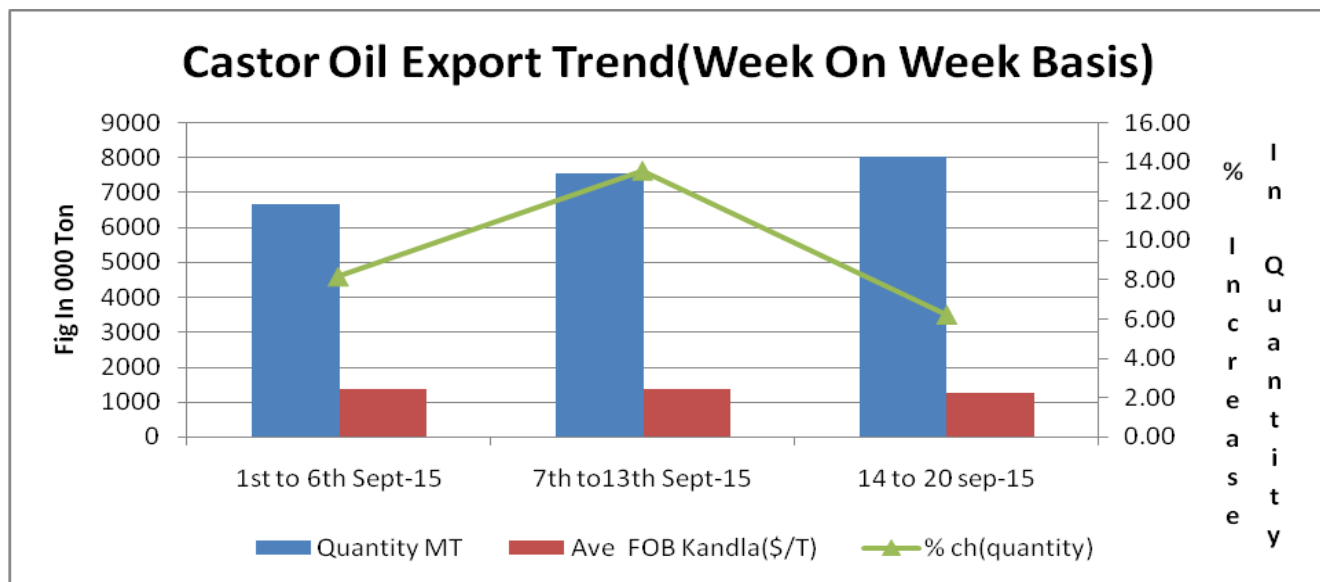
Castor seed markets traded mixed during the week under review. Market moved up in Patan and Deesa while prices decreased in Sumerpur and Rajkot. Market may trade up and seed price is expected to move up from current level. Retention of stock may lend support to the cash market fundamental despite higher area coverage and better condition for plant growth. Other market fundamentals too remain supportive for uptrend from Oct. onward as demand for oil has improved.

Castor Seed Arrival Chart:



Arrivals of seed have decreased despite declining prices. Considerable decrease was seen in Patan last week. Overall arrival pace for seed may decrease in the fourth week of Sept too as inner tone remains firm and sellers may restrict release for better gains in the short to medium term. Farmers and stockists may restrict releasing of stock as prices have decreased much more than expectation.

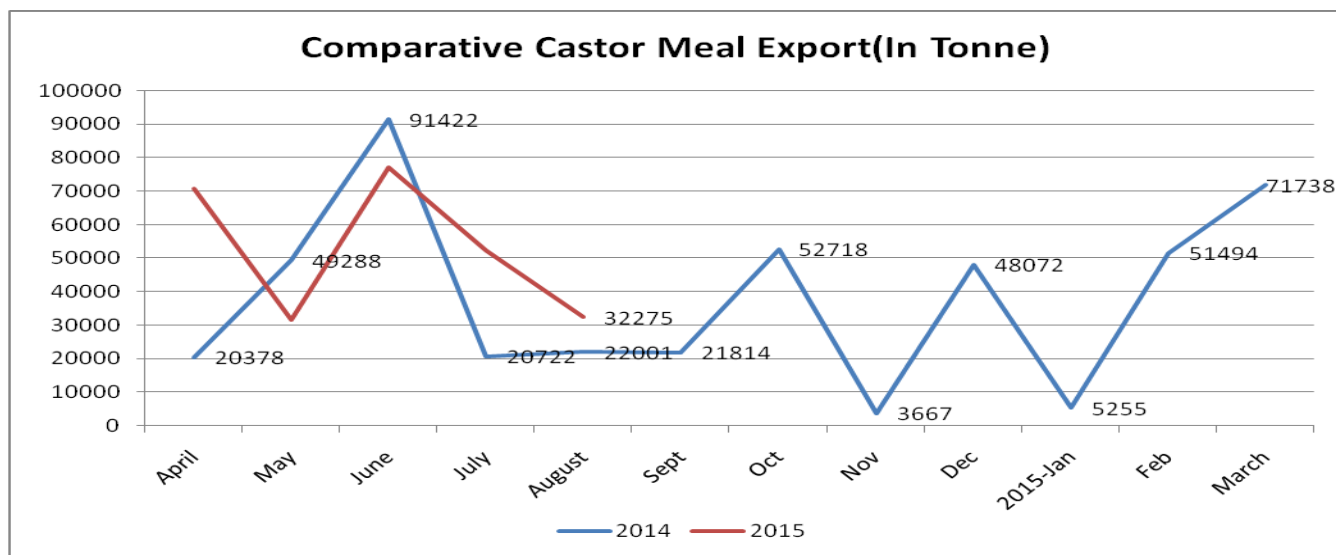
Castor Oil Weekly Export Trend:



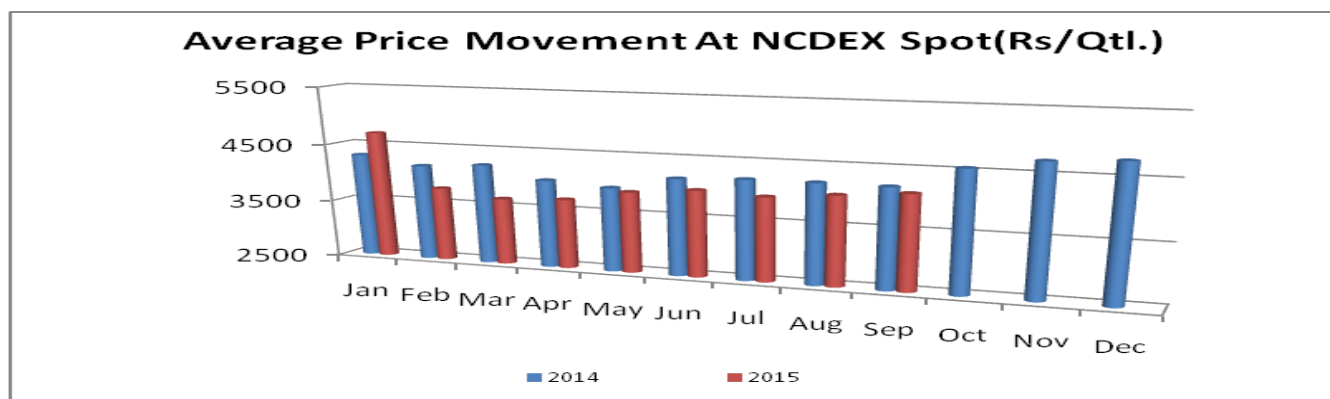
Source: IBIS/Agriwatch

The above given bar chart shows that castor oil export volume continued to rise from the start of the month to the end of the third week of Sep, 2015. This week it may increase further despite firmness in the market. However, percentage of increase in quantity has decreased from 13.55 to 6.23 last week. However, overall export has increased.

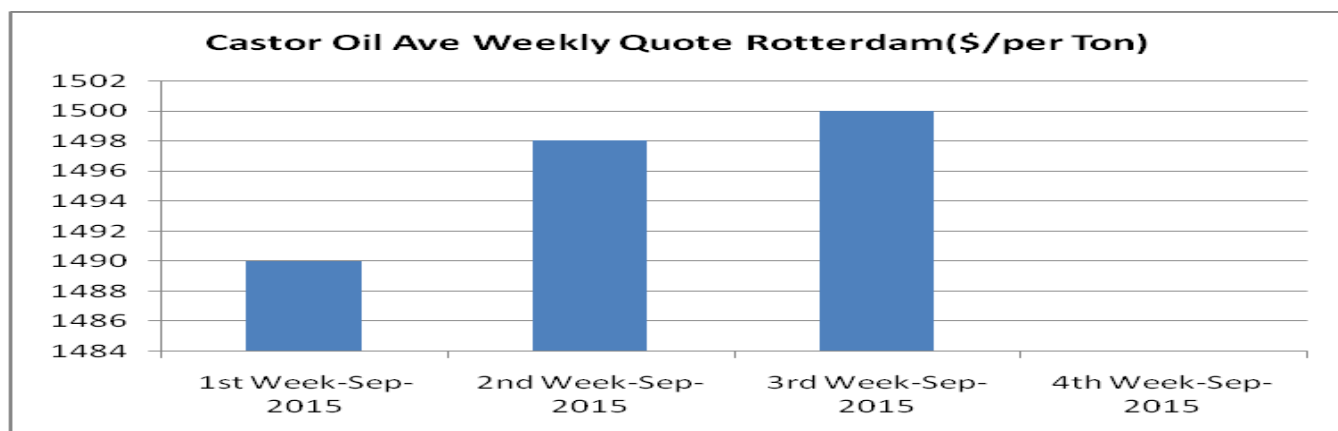
Castor Meal Export:



Castor meal export volume continued to decrease from June to August and is likely to follow sept-2014 trend this month too. FOB quote for meal has increased slightly this week from \$111 to \$114 per tonne.

Yearly Average Price Variations At NCDEX Spot :


Note: First 20 days Sept Average


Cash Market Price Outlook For Deesa Spot

Expected Range	Rs/Qtl.(Low)	Rs /Qtl.(High)
Short term (15 days)	4000-4050	4050-4075
Medium Term (30 days)	4075-4100	4100-4150

Comparative Quotes For Castor Products

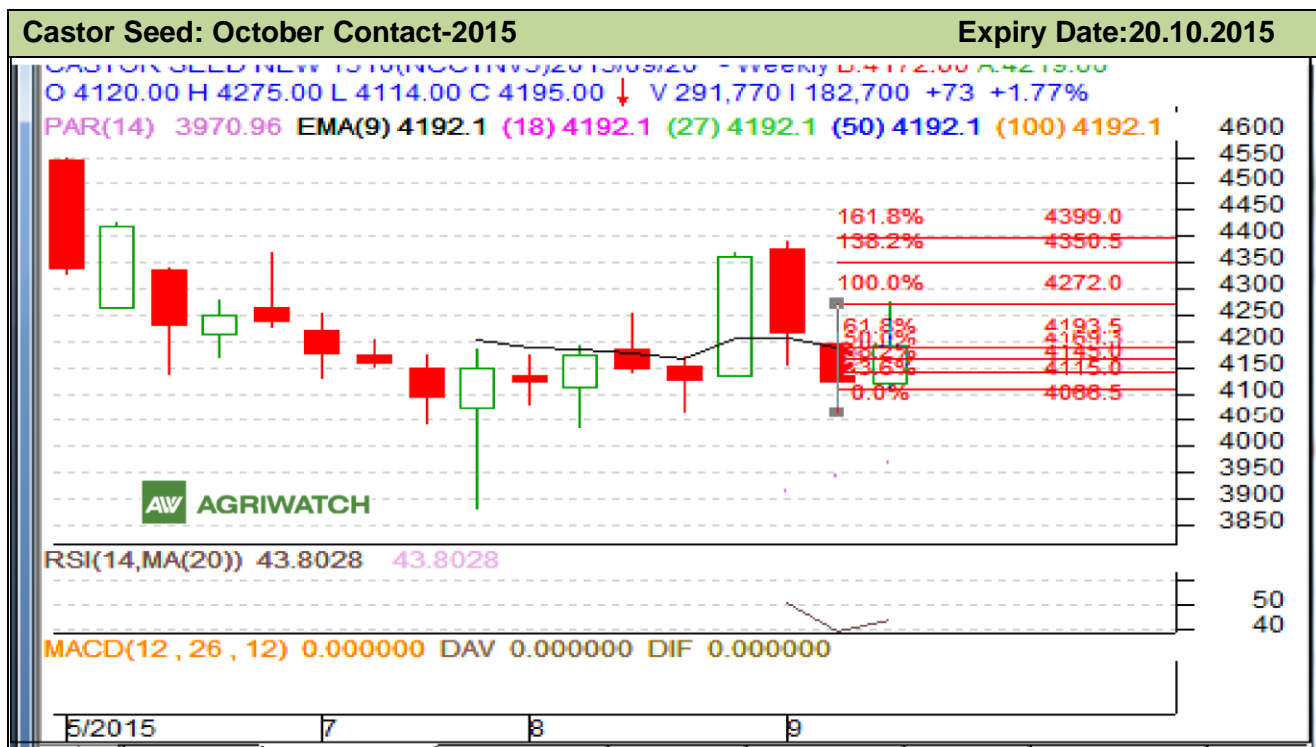
Comparative Prices Of Castor Products Including Seed					
	11th Sep '15	4th Sep '15	11th Aug'15	11th Sep '14	CHANGE %
Castorseed (Gujarat)((Rs./M.T) Ex-Mandi	41250	41500	39750	41417	-0.40

28th Sept, 2015

Castor Meal Export (FAS) (US\$ / MT),Ex Kandla	110	110	111	110	0.00
EXPORT (FOR) Ports (Rs./MT)Castor meal bulk Kandla	7100	7000	7200	6442	9.27
Castor Oil (First Grade) FOB Kandla (Export)\$/Tonne	1265	1270	1245	1419	-12.17
Local rates for oil in domestic market(Rs./M.T.) for comm.	86000	85200	82000	84333	1.94

Source: SEA latest update is not available.

Technical Analysis:



Technical Commentary:

- Candlestick chart shows firmness in the market.
- RSI moving down in neutral zone hints caution to the bulls.
- Prices closed above 9 and 18 days EMAs denotes firm market.
- Stake holders may go for buying above 4060
- The nearest by support is 4145 and first resistance 4245.

Strategy: Buy On Dip

Intraday Supports & Resistances			S1	S2	PCP	R1	R2
Castor Seed	NCDEX	Oct	4145	4115	4195	4245	4350
Pre-Market Weekly Trade Call*			Call	Entry	T1	T2	SL
Castor Seed	NCDEX	Oct	Buy above	4165	4225	4244	4144

Progressive Sowing Coverage Till 16th Sep,2015:

Progressive Castor Seed Area In Lakh Ha.Till 16th Sep, ,2015			
	2015	2014	% Ch
Andhra Pradesh	0.43	0.45	-4.44
Telangana	0.4	0.62	-35.48
Arunachal Pradesh			
Assam			
Bihar	0.01	0	
Chhattisgarh			
Gujarat	7.67	6.93	10.68
Haryana	0.02	0.01	100
Himachal Pradesh			
Jammu & Kashmir			
Jharkhand			
Karnataka	0.1	0.12	-16.67
Kerala			
Madhya Pradesh			
Maharashtra	0.11	0.17	-35.29
Odisha	0.07	0.07	0
Punjab			
Rajasthan	1.98	1.49	32.89
Tamil Nadu	0.03	0.04	-25
Uttar Pradesh			
Uttarakhand			
West Bengal			
Others			
Total – All India	10.82	9.9	9.29

Source:DES

Cash Markets Price Movement:

Commodity	Market	Price (Rs/ Quintal)		Change
Center		18th to 24th Sept. 15	11th to 17th Sept. 15	
Rajasthan	Sumerpur	3879	3863	16
	Jodhpur	4082	4080	2
Gujarat	Ahmedabad	NA	NA	-
	Halvad	3894	3886	8
	Rajkot	3918	3926	-8
	Gondal	3915	3951	-36



28th Sept, 2015

	Patan	4013	4032	-20
	Harij	4009	4013	-4
	Mehsana	4016	4022	-6
	Kadi	4017	4023	-6
	Deesa	3998	4015	-18
	Bhabar	4006	4020	-14
	Sabarkatha	4029	4043	-14
	Gandhi Nagar	4024	4043	-19
	Junagadh	3972	3930	42
	Dhrol	3753	3402	351

Week on Week Price: Scenario of Castor Seed :					
Commodity	Market	Today	Week ago	Month ago	Year ago
Center		24-Sep-15	17-Sep-15	24-Aug-15	24-Sep-14
Rajasthan	Sumerpur	3875	3825	3750	3975
	Jodhpur	NA	Closed	3750	3800
Gujarat	Ahmedabad	NA	NA	NA	4300
	Halvad	3825	Closed	3900	NA
	Rajkot	3895	Closed	3825	3965
	Gondal	3955	3905	NA	4005
	Patan	4025	Closed	3925	4200
	Harij	4015	Closed	3900	NA
	Mehsana	4015	Closed	3905	4150
	Kadi	4025	Closed	NA	4120
	Deesa	NA	Closed	3900	4175
	Bhabar	NA	Closed	3885	NA
	Sabarkatha	4000	4000	3975	NA
	Gandhi Nagar	4025	Closed	3925	NA
	Junagadh	3995	Closed	3800	3920
	Dhrol	NA	Closed	3645	NA

Castor Seed Cumulative Arrivals in Key Centers:

Center	Market	Weekly Arrivals (Quintal)		Change
		18th to 24th Sept. 15	11th to 17th Sept. 15	
Rajasthan	Sumerpur	480	520	-40
	Jodhpur	344	392	-48
Gujarat	Halvad	503	536	-34

	Rajkot	1466	680	786
	Gondal	998	1953	-955
	Patan	25125	28523	-3398
	Harij	5775	5625	150
	Mehsana	4640	5280	-640
	Kadi	9920	6406	3514
	Deesa	2560	1978	582
	Bhabar	5603	6525	-923
	Sabarkatha	863	1838	-976
	Gandhi Nagar	2063	3300	-1238
	Junagadh	530	355	175
	Dhrol	43	6	37
	Ahm (Sanand)	NA	NA	-
Total Arrivals/Above Markets		60911	63917	-3006

Outlook & Recommendation:

Castor seed market is expected to stay steady to slightly firm in the weeks ahead despite higher area coverage, plants' fresh buying interest and tendency to stock retention would continue to lend support to the cash market fundamental. Stake holders may go for buying in Nov contract at around 4250-4260 for target of 4300/4350.

Disclaimer: The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php> © 2015 Indian Agribusiness Systems Pvt Ltd.