




Castor Weekly Research Report

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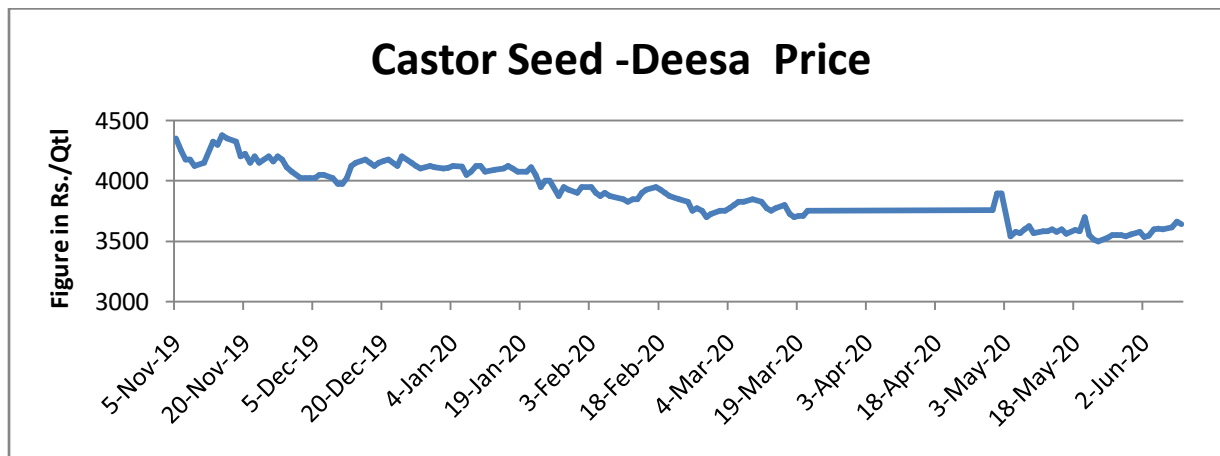
**Castor Domestic Market Fundamentals:**

- With higher stock of castor seed with farmers in Gujarat, prices would like to trade in the range bound to firm in near term.
 - In the on-going season, around 12 lakh tons of castor seed is available against 8.5 lakh tons of total requirement.
 - Castor oil exports from January to July were increased and around 3.67 lakh tons were exported in this period, which was 3.3 lakh tons during corresponding period last year.
 - Meanwhile, in the remaining months, export of castor oil is likely to fall down due to logistic problem and demand destruction.
 - Current sowing of Castor seed in Gujarat was reported around 3.8 lakh hectares, which was 3.4 lakh hectares last year. In Rajasthan, sowing reported was around 1.9 lakh ha, same as last year.
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- Last year sowing in A.P and Telangana was reported 1 lakh ha. But now it is reported that area would like to decline by 15-20%.
 - Overall sowing in Gujarat is also like to fall by 10%.

Castor Sowing Outlookin 2020-21

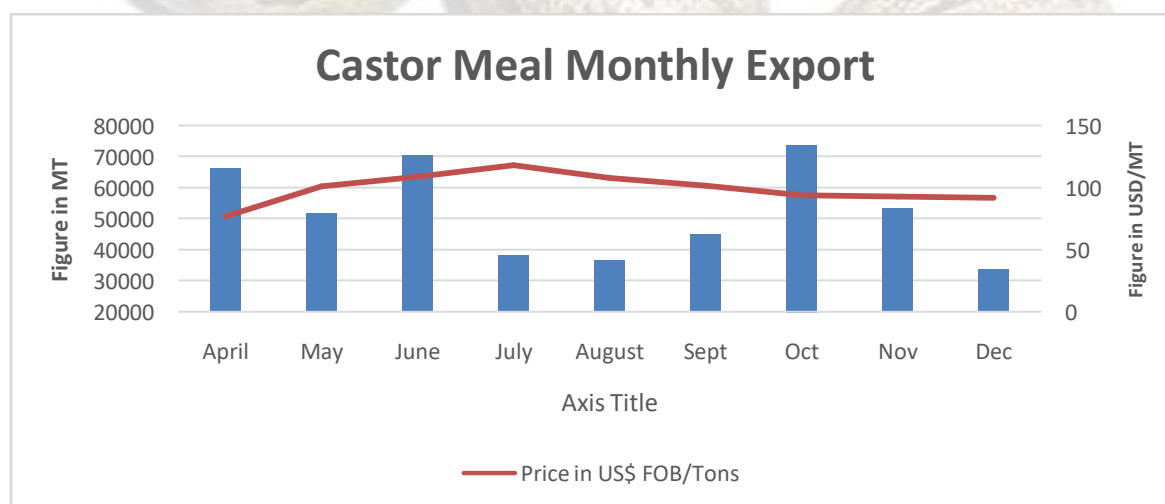
Castor sowing is at disadvantage due to all the Following reasons.

- IMD & other forecasted the monsoon during 2020 as timely & good.
- Monsoon already commenced in Gujarat on 14th June, 2020.
- Pre-Monsoon rains helped early sowing.
- Water levels are high.
- Lower realisation of prices by Castor farmers at the time of sowing.
- Good prices of competing crops
- Higher MSP declared by Govt for food crops.

Castor Price Trend Deesa Mandi:


Source: Agriwatch

Above price chart is of DeesaMandi in Gujarat, which is a major mandi for castor seed. Castor seed price traded weak from last few months due to higher area coverage under Castor this year and impact of corona virus also push the prices downwards.

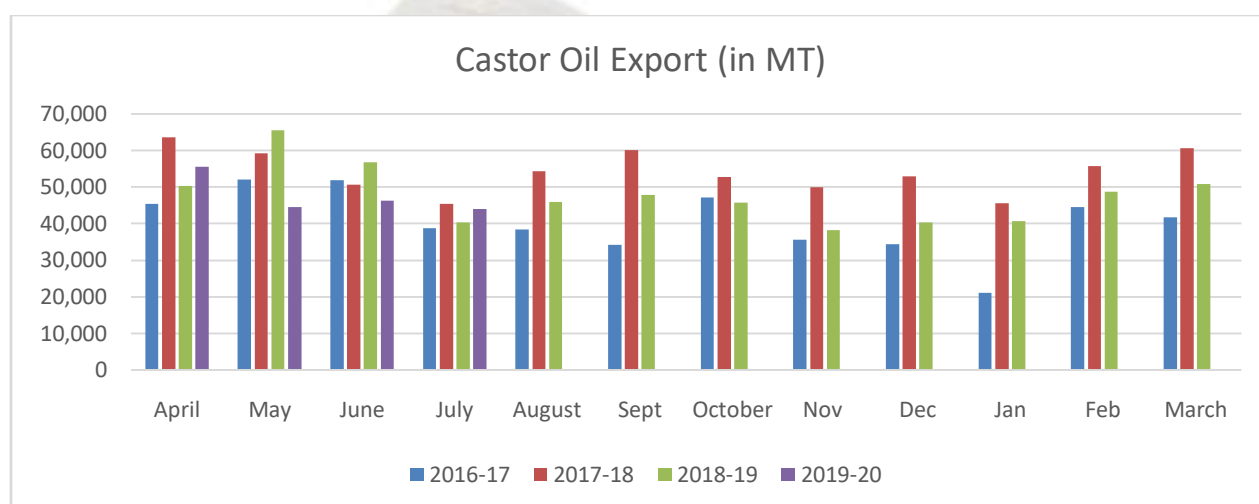
Castor Meal Monthly Export:


Source: Sea of India

Castor Meal Export Summary:

The Solvent Extractors' Association of India has compiled the export data for export of oilmeals for the month of December 2019. The export of oilmeals during December 2019 is provisionally reported at 67,562 tons compared to 324,927 tons in December, 2018 i.e. down by 79%. The overall export of oilmeals during April-Dec., 2019 is reported at 1,802,434 tons compared to 2,411,248 tons in April-Dec., 2018 i.e. down by 25%. This is mainly due to disparity in export of oilmeals, specifically soybean meal due to higher MSP of beans which makes the domestic soybean meal expensive in international market compared to other origins. The silver lining of the export is sharp increase in export of Castor meal, jumped by nearly 60% to 469,248 tons from 292,511 tons in the same period of last year.

Castor oil exports drop 30% in March on poor off take from China:



State wise Wholesale Prices Weekly Analysis for Castor Seed Second week Aug, 2020

State	Prices 09-15 Aug 2020	Prices 01-08 Aug 2020	Prices 09-15 Aug 2019	% Change(Over Previous Week)	% Change(Over Previous Year)
Andhra Pradesh		3698.66	5025.84	---	---
Maharashtra				---	---
Gujarat	3902.81	3927.08	5437.46	-0.62	-28.22
Karnataka	3529	2937.81	5300	20.12	-33.42
Rajasthan	3842.75	3803.55	5057.92	1.03	-24.03
Telangana			4827.79	---	---

Madhya Pradesh			4576.92	---	---
Average	3758.19	3591.77	5037.66		

*Report Generation: As per the data reported by APMCs

Prices in Rs/Quintal

Source: Agmarket.net (Prices in Rs./Qtl)

Cash Market Price Outlook for Spot Price

Expected Range	Rs/Qtl.(Low)	Rs /Qtl.(High)
Short term (15 days)	3500-3700	3500-3800
Medium Term (30 days)	4000-4300	3900-4600

Technical Analysis:

Castor – Technical Outlook

Technical Commentary:

- Prices are likely to move steady to firm in coming week.
- Increase in prices with higher volume and OI indicates long build up.
- RSI is moving in neutral region.

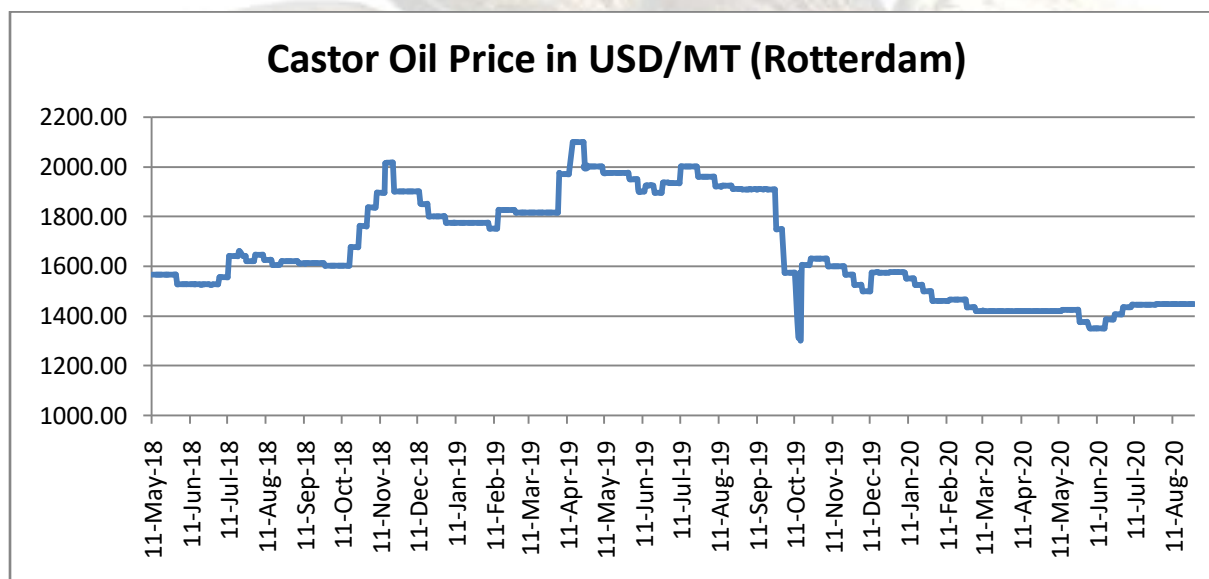


Strategy: Buy

Intraday Supports & Resistances			S2	S1	PCP	R1	R2
Castor	NCDEX	Aug	3200	3300	4015	4250	4400
Pre Weekly Trade Call			Call	Entry	T1	T2	SL
Castor	NCDEX	Aug	Buy	3980	4000	4100	3960

Castor Seed Supply & Demand

All units in lakh tonnes	2017-18	2018-19	2019-20	2020-21*
Carry in	4.29	5.04	2.3	7.4
Production	14	11.25	19.6	18
Imports	0	0	0	0
Total Availability	18.29	16.29	21.9	25.4
Consumption (crushing)	13.25	14	14.5	15
Exports	0	0	0	0
Total Usage	13.25	14	14.5	15
Carry out	5.04	2.29	7.4	10.4
Av Monthly Consumption	1.10	1.17	1.21	1.25

Rotterdam Price:


Source: Agriwatch

Comparative Prices Of Castor Products Including Seed

	21st Aug'20	14th Aug'20	21st Jul'20	21st Aug'19	CHANGE %
Castorseed (Gujarat)((Rs./M.T) Ex-Mandi	40150	40350	40500	55712	-38.76
Castor Meal Export (FAS) (US\$ / MT),Ex Kandla	71.00	71.00	52.00	108.00	-52.11
EXPORT (FOR) Ports (Rs./MT)Castor meal bulk Kandla	4850	5150	3650	7459	-53.79
Castor Oil (First Grade) FOB Kandla (Export)\$ /Tonne	1150	1150	1165	1621	-40.96
Local rates for oil in domestic market(Rs./M.T.) for comm.	85500	85500	86000	115570	-35.17

Source: SEA.

Castor Seed Weekly Prices at Key Spot Markets:

Commodity Center	Market	Price (Rs/ Quintal)		Change
		12 Sept to 19 sept 2020	05 Sept to 11 Sept 2020	
Gujarat	Patan	4003	3943	60
	Harij	4004	3945	59
	Rajkot	3849	3809	40
	Gondal	3884	3876	8
	Deesa	4010	4035	-25
	Bhabar	4000	4046	-46
	Mehsana	3967	3934	33
	Kadi	4018	3986	32
	Sabarkatha	4008	3950	58
	Gandhi Nagar	3971	3950	21
	Ahmedabad (Sanand)	0	0	Unch
	Halvad	3910	3883	27
	Junagadh	2524	3156	-632
	Dhrol	772	1805	-1033
Rajasthan	Jodhpur	3973	3760	213
	Sumerpur	3913	3846	68

Castor Seed Cumulative Arrivals in Key Centers:

Center	Market	12 Sept to 19 sept 2020	05 Sept to 11 Sept 2020	Change
Gujarat	Patan	9638	8625	1013
	Harij	8850	6675	2175
	Rajkot	3570	3165	405
	Gondal	3700	3750	-50
	Deesa	2175	1350	825
	Bhabar	1840	2240	-400
	Mehsana	3825	3113	713
	Kadi	22960	14768	8192
	Sabarkatha	3120	1920	1200
	Gandhi Nagar	5325	2588	2738
	Ahmedabad (Sanand)	0	0	Unch
	Halvad	9150	3900	5250

	Junagadh	136	145	-9
	Dhrol	1	2	-1
Rajasthan	Jodhpur	0	0	Unch
	Sumerpur	3360	1680	1680
Total Arrivals/Above Markets		77650	53920	23730

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