

Domestic Fundamentals:

- Mixed sentiments reported in spot market on Tuesday amid higher arrivals
- According to trade sources, guar stock of around 2.5 lakh quintals is in lunkaransar region, which is higher as compared to last year stock of around 1.25 lakh quintals. Currently the prices of guar are moving range bound, if the prices go up traders may sell their stock at high, which in turn may pressurize prices to move down.
- According to the ministry of commerce and industry, guar gum worth Rs 234.17 crores has been exported in the month of April for financial year 2016-17 as compared to Rs 373.02 crores in financial year 2015-16 for the same month. Guar gum is used in hydraulic fracturing for extracting oil and gas, therefore as the prices of crude oil crashed demand for guar gum also declined.
- According to IBIS (provisional data), export of guar seed products (Guar Powder, Split and Meal) in the week (16 May-22 May) was around 5115.22 tonnes. The exports have increased by around 10 percent as compared to last week.
- For the Kharif season 2016-17, Farmers are likely to shift guar area to pulses and other cash crops for better price remuneration. Average Area of guar seed in Gujarat, Rajasthan and Haryana are expected to fall by 10 to 15%. Due to fall in exports of guar gum, prices of guar seed have fallen and are moving in the range of Rs.2800-3000 per quintal.
- Decline in export demand for guar gum accompanied with higher stocks of guar seed of major producing states, prices for both guar seed and guar gum have dropped to lowest level in last five years. For Jodhpur mandi prices of both guar seed and guar gum have declined and are moving near 5100/Qtl and 3100/Qtl respectively.

Outlook: Prices likely to continue its downside in the coming weeks. Sell on rise would be recommended to the market participants.

Guar Seed 10Mt

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
June-16	-12	3113	3145	3087	3112	71850	-50,000	44570	-8,580
July-16	-11	3162	3186	3131	3156	45980	-5,880	44630	6,790

Guar Gum

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
June-16	-30	5280	5310	5180	5250	15831	-5,163	19124	-4,189
July-16	-20	5340	5390	5270	5330	13182	-1,224	25659	4,325

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	30-May-16	30-May-16	30-May-16	30-May-16
Bikaner	18267	0	18267	18267
Deesa	2453	0	2453	2453
Sri Ganganagar	8219	0	8219	8220
Jodhpur	1459	0	1459	1459
Nokha	30	0	30	30

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	30-May-16	30-May-16	30-May-16	30-May-16
Deesa	322	0	322	322
Bikaner	5419	55	5474	5419
Jodhpur	15177	156	15333	15177
Nokha	3704	60	3764	3704
Sri Ganganagar	12384	80	12464	12384

Churi and Korma Prices: As On 31 May, 2016

Commodity	Center	Rs/75kg
Churi	Jodhpur	1650
Korma	Jodhpur	2000
Churi	Sri Ganganagar	1650
Korma	Sri Ganganagar	2025

Guar Export Prices: As On 31 May, 2016

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		54	804
Guargum Powder	200 Mesh 5000 CPS	74	1101
	200 Mesh 3500 CPS	69	1027
Guargum Meal	Meal 40%	24	357
	Meal 50%	28	417

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			31-May-16	30-May-16	
Guar Seed	Jodhpur	Jodhpur (Loose)	3150	3175	-25
		Jodhpur(Delivery)	3300	3325	-25
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3000	3000	Unch
		Sri-Ganganagar (Delivery)	3150	3150	Unch

		Rawla (Loose)	2970	2980	-10
		Gharsana (Loose)	2940	2980	-40
		Raisinghnagar (Loose)	3050	3025	25
	Bikaner	Bikaner (Loose)	3025	3000	25
		Bikaner (Delivery)	3175	3150	25
		Nokha(Loose)	3020	3025	-5
		Nokha (Delivery)	3129	3134	-5
		Khajuwala (Loose)	3010	3020	-10
		Khajuwala (Delivery)	3130	3141	-10
		Lunkaransar (Loose)	2950	3000	-50
	Hanumangarh	Hanumangarh (Loose)	2900	2850	50
		Hanumangarh (Delivery)	3050	3000	50
		Nohar (Loose)	3025	3000	25
		Pilibanga (Loose)	3012	2925	87
	Nagaur	Nagaur (Loose)	2900	2900	Unch
	Churu	Churu (Delivery)	3150	3200	-50
	Alwar	Alwar (Loose)	3000	3000	Unch
Haryana	Hisar	Adampur (Loose)	2970	3040	-70
		Adampur (Delivery)	3120	3190	-70
	Bhiwani	Bhiwani (Delivery)	3200	3200	Unch
		Siwani (Loose)	3125	3150	-25
	Sirsa	Sirsa (Loose)	3000	2975	25
		Dhabwali (Loose)	2900	2800	100
		Dhabwali (Delivery)	3050	2950	100
		Ellanabad (Loose)	NR	NR	-
	Fatehabad	Fatehabad (Loose)	3000	2800	200
Gujarat	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	2950	2945	5
	Rajkot	Rajkot (Loose)	3040	3065	-25
	Jamnagar	Dhrol (Loose)	2795	2795	Unch
Madhya pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	5350	5350	Unch
	Alwar	Alwar	5300	5400	-100
	Hanumangarh	Nohar	5300	5300	Unch
Haryana	Bhiwani	Bhiwani	5300	5250	50
	Sirsa	Sirsa	5350	5350	Unch
		Dhabwali	5300	5250	50
		Ellanabad	NR	NR	-

	Fatehabad	Fatehabad	5300	5300	Unch
--	-----------	-----------	------	------	------

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			31-May-16	30-May-16	
Rajasthan	Jodhpur	Jodhpur	10	75	-65
	Sri-Ganganagar	Sri-Ganganagar	500	500	Unch
		Rawla	400	400	Unch
		Gharsana	200	200	Unch
		Raisinghnagar	300	250	50
	Bikaner	Bikaner	700	500	200
		Nokha	300	250	50
		Khajuwala	700	600	100
		Lunkaransar	300	500	-200
	Hanumangarh	Hanumangarh	20	40	-20
		Nohar	500	400	100
		Pilibanga	130	50	80
	Nagaur	Nagaur	75	70	5
	Churu	Churu	800	500	300
	Alwar	Alwar	300	500	-200
Haryana	Hisar	Adampur	800	900	-100
	Bhiwani	Bhiwani	10000	5000	5000
		Siwani	1000	800	200
	Sirsa	Sirsa	600	300	300
		Dhabwali	200	100	100
		Ellanabad	NR	NR	-
	Fatehabad	Fatehabad	20	30	-10
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	70	37	33
	Rajkot	Rajkot	161	110	51
	Jamnagar	Dhrol	1	1	Unch
Madhya pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			18087	12113	5974

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.