

Domestic Fundamentals:

- *Weak sentiments reported in spot market on Tuesday amid lower arrivals.*
- *The wholesale price index of guar seed has fallen marginally from 237.2 in April 2016 to 236.2 in May 2016. The WPI for May 2016 is down by 103.2 as compared to last year for the same month and by 129.6 as compared to May 2014.*
- *The number of rigs drilling for oil in US as on 3rd June'16 has increased by 4 to 408 and drilled uncompleted wells in US alone are around 4000. Therefore with increasing rig count in US accompanied with low are sowed and carry over stock of less than one million metric tonnes, prices of guar gum are expected to remain firm in the coming week as guar gum is used in hydraulic fracturing.*
- *According to IBIS (provisional data) for first week of June, Export of all guar seed products i.e. powder, Split and meal has decreased as compared to last week. India has exported 3690 metric tonnes of guar gum powder, 1562 metric tonnes of guar split at an average fob of \$926.27/tonne and 1009 metric tonnes of guar meal at an average fob of \$498.08/tonne. The main countries to which guar seed products were exported are USA, Germany and china.*
- *According to IBIS (provisional data) for May, Export of guar seed products i.e. powder, Split and meal has fallen by 1140.25 metric tonnes as compared to last month. India has exported 12815.2 metric tonnes of guar gum powder, 3811 metric tonnes of guar split and 5452.79 metric tonnes of guar meal in the month of May.*
- *Export demand of guar seed since January 2015-16 has been low as compared to export demand last year. Guar is sown in 40 lakh hectares in India and Key guar sowing states are Rajasthan, Haryana and Gujarat. All three states are seeing a dip in guar acreage by 20-25% as farmers are shifting to other remunerative crops like pulses and cotton*
- *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.*

Outlook: Prices are likely to move from range bound to firm in coming weeks.

Guar Seed 10Mt

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
June-16	-71	3116	3117	3052	3054	1040	-7,570	580	-2,620
July-16	-78	3175	3175	3097	3100	87140	9,530	83370	4,770

Guar Gum

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
June-16	-110	5670	5680	5550	5600	119	-3,635	1268	-1,837
July-16	-230	5780	5780	5570	5570	17758	-4,886	39973	-219

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	13-June-16	13-June-16	13-June-16	6-June-16
Bikaner	18267	0	18267	18267
Deesa	2991	0	2991	2701
Sri Ganganagar	7919	0	7919	7919
Jodhpur	1459	0	1459	1459
Nokha	30	0	30	30

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	13-June-16	13-June-16	13-June-16	6-June-16
Deesa	322	0	322	322
Bikaner	5527	60	5587	5434
Jodhpur	15527	374	15901	15692
Nokha	3066	0	3066	3435
Sri Ganganagar	12792	0	12792	12593

Churi and Korma Prices: As On 14.June, 2016

Commodity	Center	Rs/75kg
Churi	Jodhpur	1500
Korma	Jodhpur	1950
Churi	Sri Ganganagar	1500
Korma	Sri Ganganagar	1925

Guar Export Prices: As On 14.June, 2016

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		58	864
Guargum Powder	200 Mesh 5000 CPS	78	1162
	200 Mesh 3500 CPS	73	1087
Guargum Meal	Meal 40%	21	313
	Meal 50%	27	402

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			14-Jun-16	13-Jun-16	
Rajasthan	Jodhpur	Jodhpur (Loose)	3150	3175	-25
		Jodhpur(Delivery)	3300	3325	-25
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3100	3000	100
		Sri-Ganganagar (Delivery)	3250	3150	100
		Rawla (Loose)	2950	2970	-20
		Gharsana (Loose)	3040	3070	-30
		Raisinghnagar (Loose)	3015	3040	-25
	Bikaner	Bikaner (Loose)	3000	3050	-50
		Bikaner (Delivery)	3150	3200	-50
		Nokha(Loose)	2980	3000	-20
		Nokha (Delivery)	3087	3108	-21
		Khajuwala (Loose)	2980	3000	-20
		Khajuwala (Delivery)	3099	3120	-21
		Lunkaransar (Loose)	3000	2975	25
	Hanumangarh	Hanumangarh (Loose)	2925	2990	-65
		Hanumangarh (Delivery)	3075	3140	-65
		Nohar (Loose)	3000	3000	Unch
		Pilibanga (Loose)	2950	2950	Unch
	Nagaur	Nagaur (Loose)	3100	3000	100
	Churu	Churu (Delivery)	3150	3150	Unch
	Alwar	Alwar (Loose)	3000	3000	Unch
Haryana	Hisar	Adampur (Loose)	2960	3040	-80
		Adampur (Delivery)	3110	3190	-80
	Bhiwani	Bhiwani (Delivery)	3050	3200	-150
		Siwani (Loose)	3050	3100	-50
	Sirsa	Sirsa (Loose)	2960	3025	-65
		Dhabwali (Loose)	2900	3100	-200
		Dhabwali (Delivery)	3050	3250	-200
		Ellanabad (Loose)	3000	3025	-25

	Fatehabad	Fatehabad (Loose)	2950	NR	-
Gujarat	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	2925	2980	-55
	Rajkot	Rajkot (Loose)	2960	3000	-40
	Jamnagar	Dhrol (Loose)	2760	2835	-75
Madhya pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	5750	5800	-50
	Alwar	Alwar	5700	5700	Unch
	Hanumangarh	Nohar	5700	5700	Unch
Haryana	Bhiwani	Bhiwani	5450	5750	-300
	Sirsa	Sirsa	5700	5750	-50
		Dhabwali	5625	5750	-125
		Ellanabad	5700	5750	-50
	Fatehabad	Fatehabad	5600	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			14-Jun-16	13-Jun-16	
Rajasthan	Jodhpur	Jodhpur	80	110	-30
	Sri-Ganganagar	Sri-Ganganagar	500	500	Unch
		Rawla	300	300	Unch
		Gharsana	300	400	-100
		Raisinghnagar	1100	800	300
	Bikaner	Bikaner	2000	1000	1000
		Nokha	300	250	50
		Khajuwala	700	600	100
		Lunkaransar	180	150	30
	Hanumangarh	Hanumangarh	45	230	-185
		Nohar	600	800	-200
		Pilibanga	50	100	-50
	Nagaur	Nagaur	250	200	50
	Churu	Churu	700	800	-100
	Alwar	Alwar	400	400	Unch
Haryana	Hisar	Adampur	1000	2000	-1000
	Bhiwani	Bhiwani	3000	10000	-7000
		Siwani	500	800	-300
	Sirsa	Sirsa	300	300	Unch
		Dhabwali	250	150	100

		Ellanabad	200	150	50
	Fatehabad	Fatehabad	NA	NR	-
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	90	43	47
	Rajkot	Rajkot	400	350	50
	Jamnagar	Dhrol	4	8	-4
Madhya pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			13249	20441	-7192

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.