

Domestic Fundamentals:

- *Mostly firm sentiments reported in spot market on Monday amid higher arrivals.*
- *With increasing price as well as production of crude oil in global market, export demand for guar gum is expected to increase as it is used in hydraulic fracturing. USA, a major export destination for guar gum from India, has shown an increase in number of oil rigs drilling for oil by 10 to 424 compared to last week. Increase in export of guar gum from India will also lend support to domestic guar seed cash market.*
- *According to IBIS (provisional data) for second week of June, Export of all guar seed products i.e. powder, Split and meal has decreased marginally compared to last week. India has exported 3762 metric tonnes of guar gum powder, 1000 metric tonnes of guar split at an average fob of \$828.7/tonne and 1457 metric tonnes of guar meal at an average fob of \$562.81/tonne. The main countries to which guar seed products were exported are USA, Germany, China, Russia and Norway*
- *According to IBIS (provisional data), export of guar seed products (Guar Powder, Split and Meal) in the week (06-12 June) was around 6219 metric tonnes. The exports have marginally decreased by around 0.67% as compared to last week.*
- *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 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 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	16	2994	3011	3003	3010	320	50	330	-70
July-16	26	3030	3065	3013	3048	65480	-7,240	82670	-680

Guar Gum

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
June-16	110	5200	5330	5160	5310	735	304	420	-180
July-16	70	5280	5380	5200	5340	18935	-2,128	38287	-1,572

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	18-June-16	18-June-16	18-June-16	17-June-16
Bikaner	18008	0	18008	18267
Deesa	3687	0	3687	2991
Sri Ganganagar	7919	0	7919	7919
Jodhpur	1519	0	1519	1459
Nokha	30	0	30	30

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	18-June-16	18-June-16	18-June-16	17-June-16
Deesa	322	0	322	322
Bikaner	5693	0	5692	5527
Jodhpur	15641	288	15929	15528
Nokha	2991	0	2991	3066
Sri Ganganagar	12792	10	12802	12792

Churi and Korma Prices: As On 20 June, 2016

Commodity	Center	Rs/75kg
Churi	Jodhpur	1500
Korma	Jodhpur	2000
Churi	Sri Ganganagar	1500
Korma	Sri Ganganagar	1950

Guar Export Prices: As On 20 June, 2016

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		56	831
Guargum Powder	200 Mesh 5000 CPS	76	1128
	200 Mesh 3500 CPS	71	1053
Guargum Meal	Meal 40%	22	326
	Meal 50%	29	430

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			20-Jun-16	18-Jun-16	
Rajasthan	Jodhpur	Jodhpur (Loose)	3060	3050	10
		Jodhpur(Delivery)	3210	3200	10
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3000	2950	50
		Sri-Ganganagar (Delivery)	3150	3050	100
		Rawla (Loose)	2970	2935	35
		Gharsana (Loose)	2910	2930	-20
		Raisinghnagar (Loose)	2940	2900	40
	Bikaner	Bikaner (Loose)	2950	2925	25
		Bikaner (Delivery)	3100	3075	25
		Nokha(Loose)	2920	2950	-30
		Nokha (Delivery)	3025	3056	-31
		Khajuwala (Loose)	2915	2880	35
		Khajuwala (Delivery)	3032	2995	36
		Lunkaransar (Loose)	2860	2880	-20
	Hanumangarh	Hanumangarh (Loose)	2950	2970	-20
		Hanumangarh (Delivery)	3100	3120	-20
		Nohar (Loose)	2850	2850	Unch
		Pilibanga (Loose)	2900	2850	50
	Nagaur	Nagaur (Loose)	2900	3000	-100
	Churu	Churu (Delivery)	3050	3000	50
	Alwar	Alwar (Loose)	2900	2800	100
Haryana	Hisar	Adampur (Loose)	2950	2920	30
		Adampur (Delivery)	3100	3070	30
	Bhiwani	Bhiwani (Delivery)	3050	3000	50
		Siwani (Loose)	3000	2975	25
	Sirsa	Sirsa (Loose)	2900	2875	25
		Dhabwali (Loose)	2900	2850	50
		Dhabwali (Delivery)	3050	3000	50

		Ellanabad (Loose)	2900	2950	-50
	Fatehabad	Fatehabad (Loose)	2950	2900	50
Gujarat	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	2900	2855	45
	Rajkot	Rajkot (Loose)	3000	3000	Unch
	Jamnagar	Dhrol (Loose)	2815	2805	10
Madhya pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	5400	5400	Unch
	Alwar	Alwar	5400	5400	Unch
	Hanumangarh	Nohar	5300	5400	-100
Haryana	Bhiwani	Bhiwani	5350	5300	50
	Sirsa	Sirsa	5300	5300	Unch
		Dhabwali	5450	5350	100
		Ellanabad	5350	5500	-150
	Fatehabad	Fatehabad	5550	5450	100

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			20-Jun-16	18-Jun-16	
Rajasthan	Jodhpur	Jodhpur	95	151	-56
	Sri-Ganganagar	Sri-Ganganagar	500	400	100
		Rawla	200	200	Unch
		Gharsana	150	250	-100
		Raisinghnagar	500	600	-100
	Bikaner	Bikaner	800	500	300
		Nokha	300	200	100
		Khajuwala	600	400	200
		Lunkaransar	125	70	55
	Hanumangarh	Hanumangarh	100	49	51
		Nohar	500	500	Unch
		Pilibanga	200	20	180
	Nagaur	Nagaur	100	100	Unch
Haryana	Churu	Churu	900	400	500
	Alwar	Alwar	600	200	400
	Hisar	Adampur	500	400	100
	Bhiwani	Bhiwani	1000	1000	Unch
		Siwani	800	700	100
	Sirsa	Sirsa	500	600	-100

		Dhabwali	150	80	70
		Ellanabad	100	100	Unch
	Fatehabad	Fatehabad	10	15	-5
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	65	85	-20
	Rajkot	Rajkot	350	500	-150
	Jamnagar	Dhrol	7	2	5
Madhya pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			9152	7522	1630

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