

Domestic Fundamentals:

- *Sowing of guar has been delayed by two weeks due to late monsoon. Furthermore sowing has not even started in Gujarat and Rajasthan. According to forecast by IMD monsoon will arrive next week in Gujarat as well as Rajasthan which will facilitate guar sowing. Crop shifting from guar as well as increase or decrease in area will depend upon rainfall in next ten days.*
- *According to trade sources, overall guar acreage is expected to fall by 10 to 15% as farmers in Bikaner and Sri Ganganagar are likely to maintain their last year guar acreage with minor shifts to other crops. Whereas other states such as Haryana, Gujarat and Madhya Pradesh are seeing major shifts from guar to other remunerative crops such as Cotton, Moong and Moth. Thus decline in area and production of guar would support the price in cash and future markets.*
- *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.*
- *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.*
- *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	-	-	-	-	-	-	-	-	-
July-16	59	3045	3133	3043	3113	96110	35,790	76940	-3,990

Guar Gum

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
June-16	-	-	-	-	-	-	-	-	-
July-16	160	5340	5560	5320	5520	23536	8,664	35720	-1,977

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	21-June-16	21-June-16	21-June-16	20-June-16
Bikaner	17856	0	17856	17805
Deesa	3707	0	3707	3707
Sri Ganganagar	7848	0	7848	7848
Jodhpur	1519	0	1519	1519
Nokha	30	0	30	30

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	21-June-16	21-June-16	21-June-16	20-June-16
Deesa	322	0	322	322
Bikaner	5667	50	5717	5667
Jodhpur	14969	55	15024	15671
Nokha	2961	95	3056	2991
Sri Ganganagar	12433	30	12463	12692

Churi and Korma Prices: As On 22 June, 2016

Commodity	Center	Rs/75kg
Churi	Jodhpur	1500
Korma	Jodhpur	2000
Churi	Sri Ganganagar	1463
Korma	Sri Ganganagar	1988

Guar Export Prices: As On 22 June, 2016

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		56	829
Guargum Powder	200 Mesh 5000 CPS	76	1125
	200 Mesh 3500 CPS	70	1036
Guargum Meal	Meal 40%	24	355
	Meal 50%	28	415

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			22-Jun-16	21-Jun-16	
Rajasthan	Jodhpur	Jodhpur (Loose)	3115	3100	15
		Jodhpur(Delivery)	3265	3250	15
	Sri-Ganganagar	Sri-Ganganagar(Loose)	2950	2985	-35
		Sri-Ganganagar (Delivery)	3100	3150	-50
		Rawla (Loose)	2925	2920	5
		Gharsana (Loose)	2940	2950	-10
		Raisinghnagar (Loose)	2930	2950	-20
	Bikaner	Bikaner (Loose)	2975	3000	-25
		Bikaner (Delivery)	3125	3150	-25
		Nokha(Loose)	2990	2950	40
		Nokha (Delivery)	3098	3056	41
		Khajuwala (Loose)	2975	3000	-25
		Khajuwala (Delivery)	3094	3120	-26
		Lunkaransar (Loose)	2950	2950	Unch
	Hanumangarh	Hanumangarh (Loose)	2895	2860	35
		Hanumangarh (Delivery)	3045	3010	35
		Nohar (Loose)	3050	2950	100
		Pilibanga (Loose)	2900	2925	-25
	Nagaur	Nagaur (Loose)	2900	2900	Unch
	Churu	Churu (Delivery)	3100	3050	50
	Alwar	Alwar (Loose)	2950	2900	50
Haryana	Hisar	Adampur (Loose)	3000	2980	20
		Adampur (Delivery)	3150	3130	20
	Bhiwani	Bhiwani (Delivery)	3150	3100	50
		Siwani (Loose)	3075	3050	25
	Sirsa	Sirsa (Loose)	2930	2925	5
		Dhabwali (Loose)	2900	2900	Unch
		Dhabwali (Delivery)	3050	3050	Unch

		Ellanabad (Loose)	2950	2950	Unch
	Fatehabad	Fatehabad (Loose)	3000	3000	Unch
Gujarat	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	2880	2865	15
	Rajkot	Rajkot (Loose)	3005	3010	-5
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	5600	5500	100
	Alwar	Alwar	5500	5400	100
	Hanumangarh	Nohar	5600	5400	200
Haryana	Bhiwani	Bhiwani	5450	5400	50
	Sirsa	Sirsa	5600	5450	150
		Dhabwali	5550	5400	150
		Ellanabad	5500	5400	100
	Fatehabad	Fatehabad	5600	5600	Unch

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			22-Jun-16	21-Jun-16	
Guar Seed	Jodhpur	Jodhpur	15	85	-70
	Sri-Ganganagar	Sri-Ganganagar	400	500	-100
		Rawla	100	200	-100
		Gharsana	200	150	50
		Raisinghnagar	500	800	-300
	Bikaner	Bikaner	300	700	-400
		Nokha	250	300	-50
		Khajuwala	700	800	-100
		Lunkaransar	300	300	Unch
	Hanumangarh	Hanumangarh	312	85	227
		Nohar	100	600	-500
		Pilibanga	60	100	-40
	Nagaur	Nagaur	150	100	50
	Churu	Churu	800	900	-100
	Alwar	Alwar	300	600	-300
Haryana	Hisar	Adampur	1000	1000	Unch
	Bhiwani	Bhiwani	1000	500	500
		Siwani	800	600	200
	Sirsa	Sirsa	700	500	200

		Dhabwali	150	70	80
		Ellanabad	150	200	-50
	Fatehabad	Fatehabad	10	20	-10
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	52	61	-9
	Rajkot	Rajkot	350	400	-50
	Jamnagar	Dhrol	NA	NA	-
Madhya pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			8699	9571	-872

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