

### Domestic Fundamentals:

- *Mixed sentiments reported in spot market on Monday amid higher arrivals.*
- *According to IBIS (provisional data), Total guar seed products export from India for the week (20-26 June'16) was 7381.47 tonnes. Out of the total around 3407.8 tonnes was exported from Mundra Port, 1303.3 tonnes from Jodhpur concor ICD and 1209 tonnes from Jodhpur Thar ICD. Whereas last week (13-19 June'16) 3540 tonnes was exported from Mundra Port, 1713 tonnes from Jodhpur concor ICD and 1477 tonnes from Jodhpur Thar ICD.*
- *Farmers in Sri Ganganagar are shifting their guar area to other remunerative crops like Arhar and Moong as their cost of cultivation for guar in one acre is around Rs 5000 and they are able to get a return of around Rs 3000 only. Therefore, guar acreage is likely to fall by 50% compared to last year in Sri Ganganagar. Last year total area in Rajasthan was around 47.86 Lakh hectare and we expect that approx 43 lakh hectare will be sown under Guar in 2016-17.*
- *According to IBIS (provisional data) for 20-26 June'16, Export of guar meal has increased whereas guar gum powder and guar split has decreased compared to last week. India has exported 4759 metric tonnes of guar gum powder at an average fob of \$1264/tonne, 900 metric tonnes of guar split at an average fob of \$851.27/tonne and 1722 metric tonnes of guar meal at an average fob of \$526.1/tonne.*
- *According to IBIS (provisional data), export of guar seed products (Guar Powder, Split and Meal) in the week (20-26 June) was around 7381 metric tonnes compared to 7761 in the week (13-19 June). The exports of guar meal are up by 1.06%, whereas exports of guar split and guar gum powder are down by 4.26% and 7% respectively compared to last week.*
- *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.*

- 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.

**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
July-16	2	3158	3192	3152	3174	29230	-28,780	39580	-1,190
Oct-16	14	3321	3363	3321	3350	57830	-25,270	67890	1,580

## Guar Gum

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
July-16	20	5600	5680	5570	5660	9854	-3,213	18432	-884
Oct-16	10	6000	6080	5950	6040	13385	-2,907	39003	2,828

## Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	02-July-16	02-July-16	02-July-16	27-June-16
Bikaner	17101	30	17131	17101
Deesa	3816	29	3845	3727
Sri Ganganagar	7076	10	7086	7237
Jodhpur	1609	0	1609	1519
Nokha	-	-	-	-

## Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	02-July-16	02-July-16	02-July-16	27-June-16
Deesa	322	0	322	322
Bikaner	5296	20	5316	5598
Jodhpur	13358	392	13750	13950
Nokha	2787	0	2787	2747
Sri Ganganagar	11402	50	11452	11537

**Churi and Korma Prices: As On 04 July, 2016**

Commodity	Center	Rs/75kg
Churi	Jodhpur	1550
Korma	Jodhpur	2100
Churi	Sri Ganganagar	1463
Korma	Sri Ganganagar	2063

**Guar Export Prices: As On 04 July, 2016**

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		59	878
Guargum Powder	200 Mesh 5000 CPS	79	1176
	200 Mesh 3500 CPS	74	1102
Guargum Meal	Meal 40%	22	327
	Meal 50%	28	417

**Guar Seed Prices at Key Spot Markets:**

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			4-Jul-16	2-Jul-16	
Guar Seed	Jodhpur	Jodhpur (Loose)	3280	3250	30
		Jodhpur(Delivery)	3430	3400	30
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3000	2950	50
		Sri-Ganganagar (Delivery)	3150	3150	Unch
		Rawla (Loose)	3000	3000	Unch
		Gharsana (Loose)	3100	3020	80
		Raisinghnagar (Loose)	3080	3075	5
	Bikaner	Bikaner (Loose)	3020	3040	-20
		Bikaner (Delivery)	3170	3190	-20
		Nokha(Loose)	3020	3040	-20
		Nokha (Delivery)	3129	3149	-21
		Khajuwala (Loose)	3050	3030	20
		Khajuwala (Delivery)	3172	3151	21
		Lunkaransar (Loose)	3005	3000	5
	Hanumangarh	Hanumangarh (Loose)	3040	3018	22
		Hanumangarh (Delivery)	3190	3168	22
		Nohar (Loose)	3050	3050	Unch
		Pilibanga (Loose)	3000	3020	-20
	Nagaur	Nagaur (Loose)	2900	3000	-100
	Churu	Churu (Delivery)	3200	3200	Unch
	Alwar	Alwar (Loose)	3050	3000	50

Haryana	Hisar	Adampur (Loose)	3050	3040	10
		Adampur (Delivery)	3200	3190	10
	Bhiwani	Bhiwani (Delivery)	3150	3145	5
		Siwani (Loose)	3125	3125	Unch
	Sirsa	Sirsa (Loose)	3000	NA	-
		Dhabwali (Loose)	3050	NR	-
		Dhabwali (Delivery)	3300	NR	-
		Ellanabad (Loose)	3060	3040	20
	Fatehabad	Fatehabad (Loose)	3000	3000	Unch
Gujarat	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	3050	2950	100
	Rajkot	Rajkot (Loose)	3110	3105	5
	Jamnagar	Dhrol (Loose)	2940	2900	40
Madhya pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	5800	5850	-50
	Alwar	Alwar	5700	5700	Unch
	Hanumangarh	Nohar	5800	5800	Unch
Haryana	Bhiwani	Bhiwani	5500	5650	-150
	Sirsa	Sirsa	5750	NA	-
		Dhabwali	5750	NR	-
		Ellanabad	5700	5700	Unch
	Fatehabad	Fatehabad	5700	5700	Unch

## Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			4-Jul-16	2-Jul-16	
Rajasthan	Jodhpur	Jodhpur	213	100	113
	Sri-Ganganagar	Sri-Ganganagar	500	500	Unch
		Rawla	300	250	50
		Gharsana	300	350	-50
		Raisinghnagar	400	400	Unch
	Bikaner	Bikaner	200	500	-300
		Nokha	300	200	100
		Khajuwala	500	500	Unch
		Lunkaransar	1500	1500	Unch
	Hanumangarh	Hanumangarh	387	112	275
		Nohar	400	400	Unch
		Pilibanga	100	150	-50

	Nagaur	Nagaur	50	150	-100
	Churu	Churu	1200	1200	Unch
	Alwar	Alwar	500	600	-100
Haryana	Hisar	Adampur	1300	600	700
	Bhiwani	Bhiwani	3000	2000	1000
		Siwani	1000	600	400
	Sirsa	Sirsa	100	NA	-
		Dhabwali	200	NR	-
		Ellanabad	100	100	Unch
	Fatehabad	Fatehabad	NA	NA	-
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	34	20	14
	Rajkot	Rajkot	200	240	-40
	Jamnagar	Dhrol	1	2	-2
Madhya pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			12785	10474	2311

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