

Domestic Fundamentals:

- *Mostly weak sentiments reported in spot market on Wednesday amid lower arrivals.*
- *Falling oil prices have led to a severe fall in guar acreage this year. Against the target of 3 lakh hectares set by state agricultural department only 91000 hectares has been achieved so far, this is around 30% of the target set. The crop has failed to live up to the expectations of farmers for the last two years and they have shifted to more remunerative crops like pulses, barley, etc.*
- *According to IBIS (provisional data), export of guar seed products (Guar Powder, Split and Meal) in the week (18-24 July) was around 7029 metric tonnes compared to 7782 in the week (11-17 July). The export of guar meal and guar gum powder are down by 11.46% and 12.28% respectively whereas export of guar split have increased by 14.29%*
- *According to IBIS (provisional data) for 18-24 July'16, the average \$FOB/Tonne has decreased for guar meal and powder compared to last week. India has exported 4445 metric tonnes of guar gum powder at an average fob of \$1224.97 /tonne, 800 metric tonnes of guar split at an average fob of \$859.82/tonne and 1784 metric tonnes of guar meal at an average fob of \$522.36/tonne.*
- *According to trade sources, Hanumangarh is expecting below 20% sowing this kharif season. Stock of 1 Lakh quintals to 1.1 Lakh quintals is available in the region. Traders are expecting better prices this year due to lower area sown in MY 2016-17, likely Agriwatch expects that price would move range bound with northward direction in near to midterm.*
- *The wholesale price index of guar seed has fallen from 236.3 in May 2016 to 231.6 in June 2016. The WPI for June 2016 is down by 107.8 compared to last year for the same month and by 135.8 compared to June 2014.*
- *According to fourth advance estimate issued by Rajasthan's Department of Agriculture for Guar seed the area, production and yield are 4786781 hectares, 2223474 tonnes and 465 kg/hectare respectively. As compared to final advance estimate, the area has increased by 161575 hectares whereas the production and yield have decreased by 520484 tonnes and 128kg/hectare respectively.*
- *As per latest update, area sowed for guar until 30th June'16 is 1.8 lakh hectares compared to 4.88 lakh hectares last year for the same period. This fall in acreage is mainly due to guar being less profitable for farmers in comparison to other crops. Guar prices are expected to be firm in coming days due to lower sowing and steady demand.*
- *According to latest update, area sown for guar seed in Gujarat until 11 July'16 is 4400 hectares which is about 7.5% of the total area sowed in last kharif season. Area of guar is expected to be lower this kharif season as farmers are shifting to more remunerative crops like pulses and Cotton.*

- According to IBIS (provisional data) for the month of June, Export of guar seed products i.e. powder, Split and meal has increased by 8085.91 metric tonnes as compared to last month. India has exported 18999.38 metric tonnes of guar gum powder, 4500 metric tonnes of guar split and 6665.54 metric tonnes of guar meal in the month of June.

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
Oct-16	21	3740	3787	3705	3765	191860	-28,070	97170	-30
Nov-16	23	3774	3822	3738	3797	4660	-9,330	10180	50

Guar Gum

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-16	0	6780	6890	6600	6780	37862	-1,311	51577	183

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	26-July-16	26-July-16	26-July-16	25-July-16
Bikaner	12292	111	12403	12674
Deesa	4980	59	5039	5010
Sri Ganganagar	3255	0	3255	3494
Jodhpur	2999	81	3080	3009
Nokha	-	-	-	-

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	26-July-16	26-July-16	26-July-16	25-July-16
Deesa	219	0	219	252
Bikaner	4910	0	4910	4890
Jodhpur	12718	0	12718	12994
Nokha	2571	0	2571	2571
Sri Ganganagar	8719	40	8759	8865

Churi and Korma Prices: As On 27 July, 2016

Commodity	Center	Rs/75kg
Churi	Jodhpur	1650
Korma	Jodhpur	2100

Churi	Sri Ganganagar	1613
Korma	Sri Ganganagar	2250

Guar Export Prices: As On 27 July, 2016

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		66	982
Guargum Powder	200 Mesh 5000 CPS	86	1279
	200 Mesh 3500 CPS	81	1205
Guargum Meal	Meal 40%	24	357
	Meal 50%	31	461

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			27-Jul-16	26-Jul-16	
Guar Seed	Jodhpur	Jodhpur (Loose)	3675	3700	-25
		Jodhpur(Delivery)	3825	3850	-25
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3480	3650	-170
		Sri-Ganganagar (Delivery)	3650	3800	-150
		Rawla (Loose)	3425	3530	-105
		Gharsana (Loose)	3530	3570	-40
		Raisinghnagar (Loose)	3600	3600	Unch
	Bikaner	Bikaner (Loose)	3530	3550	-20
		Bikaner (Delivery)	3680	3700	-20
		Nokha(Loose)	3480	3580	-100
		Nokha (Delivery)	3605	3709	-104
		Khajuwala (Loose)	3570	3600	-30
		Khajuwala (Delivery)	3713	3744	-31
		Lunkaransar (Loose)	3550	3600	-50
	Hanumangarh	Hanumangarh (Loose)	3550	3620	-70
		Hanumangarh (Delivery)	3700	3770	-70
		Nohar (Loose)	3600	3700	-100
		Pilibanga (Loose)	NR	Closed	-
	Nagaur	Nagaur (Loose)	3400	3550	-150
	Churu	Churu (Delivery)	3600	3800	-200
	Alwar	Alwar (Loose)	3400	3600	-200
Haryana	Hisar	Adampur (Loose)	3550	3600	-50
		Adampur (Delivery)	3650	3750	-100
	Bhiwani	Bhiwani (Delivery)	3550	3670	-120

		Siwani (Loose)	3620	3650	-30
	Sirsa	Sirsa (Loose)	3550	3650	-100
		Dhabwali (Loose)	3450	3540	-90
		Dhabwali (Delivery)	3600	3690	-90
		Ellanabad (Loose)	3525	3650	-125
	Fatehabad	Fatehabad (Loose)	3700	NR	-
Gujarat	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	3515	3625	-110
	Rajkot	Rajkot (Loose)	3660	3670	-10
	Jamnagar	Dhrol (Loose)	3500	3560	-60
Madhya pradesh	Gwalior	Dabra (Loose)	3700	3700	Unch
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	6725	6900	-175
	Alwar	Alwar	6900	7000	-100
	Hanumangarh	Nohar	6800	7000	-200
Haryana	Bhiwani	Bhiwani	6650	7000	-350
	Sirsa	Sirsa	6600	6800	-200
		Dhabwali	6700	6900	-200
		Ellanabad	6675	6800	-125
	Fatehabad	Fatehabad	7000	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			27-Jul-16	26-Jul-16	
Guar Seed	Jodhpur	Jodhpur	32	84	-52
	Sri-Ganganagar	Sri-Ganganagar	65	400	-335
		Rawla	100	200	-100
		Gharsana	200	200	Unch
		Raisinghnagar	50	150	-100
	Bikaner	Bikaner	50	400	-350
		Nokha	100	200	-100
		Khajuwala	300	400	-100
		Lunkaransar	100	400	-300
	Hanumangarh	Hanumangarh	50	51	-1
		Nohar	150	300	-150
		Pilibanga	NR	Closed	-
	Nagaur	Nagaur	70	150	-80
	Churu	Churu	500	700	-200

	Alwar	Alwar	500	3000	-2500
Haryana	Hisar	Adampur	600	500	100
	Bhiwani	Bhiwani	2000	3000	-1000
		Siwani	500	700	-200
	Sirsa	Sirsa	100	200	-100
		Dhabwali	40	100	-60
		Ellanabad	100	100	Unch
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	133	155	-22
	Rajkot	Rajkot	290	325	-35
	Jamnagar	Dhrol	3	1	2
Madhya pradesh	Gwalior	Dabra	250	250	Unch
Total Arrivals/Above Markets			6283	11966	-5683

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