

Domestic Fundamentals:

- *Mostly weak sentiments reported in spot market on Thursday amid higher 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	-150	3730	3730	3620	3620	154720	-37,140	99590	2,420
Nov-16	-152	3760	3765	3653	3653	7960	3,300	10280	100

Guar Gum

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-16	-270	6720	6720	6540	6540	23941	-13,921	50388	-1,189

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	27-July-16	27-July-16	27-July-16	25-July-16
Bikaner	12403	40	12443	12674
Deesa	5000	40	5040	5010
Sri Ganganagar	3255	0	3255	3494
Jodhpur	3029	80	3109	3009
Nokha	-	-	-	-

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	27-July-16	27-July-16	27-July-16	25-July-16
Deesa	219	0	219	252
Bikaner	4910	0	4910	4890
Jodhpur	12714	0	12714	12994
Nokha	2571	0	2571	2571
Sri Ganganagar	8579	10	8589	8865

Churi and Korma Prices: As On 28 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 28 July, 2016

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		66	984
Guargum Powder	200 Mesh 5000 CPS	86	1283
	200 Mesh 3500 CPS	81	1208
Guargum Meal	Meal 40%	24	358
	Meal 50%	31	462

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			28-Jul-16	27-Jul-16	
Guar Seed	Jodhpur	Jodhpur (Loose)	3550	3675	-125
		Jodhpur(Delivery)	3700	3825	-125
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3600	3480	120
		Sri-Ganganagar (Delivery)	3725	3650	75
		Rawla (Loose)	3425	3425	Unch
		Gharsana (Loose)	3470	3530	-60
		Raisinghnagar (Loose)	3500	3600	-100
	Bikaner	Bikaner (Loose)	3450	3530	-80
		Bikaner (Delivery)	3600	3680	-80
		Nokha(Loose)	3400	3480	-80
		Nokha (Delivery)	3522	3605	-83
		Khajuwala (Loose)	3500	3570	-70
		Khajuwala (Delivery)	3640	3713	-73
		Lunkaransar (Loose)	3450	3550	-100
	Hanumangarh	Hanumangarh (Loose)	3555	3550	5
		Hanumangarh (Delivery)	3705	3700	5
		Nohar (Loose)	3400	3600	-200
		Pilibanga (Loose)	NR	NR	-
	Nagaur	Nagaur (Loose)	3300	3400	-100
	Churu	Churu (Delivery)	3600	3600	Unch
	Alwar	Alwar (Loose)	3400	3400	Unch

Haryana	Hisar	Adampur (Loose)	3500	3550	-50
		Adampur (Delivery)	3650	3650	Unch
	Bhiwani	Bhiwani (Delivery)	3570	3550	20
		Siwani (Loose)	3550	3620	-70
	Sirsa	Sirsa (Loose)	3500	3550	-50
		Dhabwali (Loose)	3560	3450	110
		Dhabwali (Delivery)	3710	3600	110
		Ellanabad (Loose)	3500	3525	-25
	Fatehabad	Fatehabad (Loose)	NR	3700	-
Gujarat	Banaskantha	Deesa (Loose)	3400	NA	-
	Patan	Patan (Loose)	3525	3515	10
	Rajkot	Rajkot (Loose)	3665	3660	5
	Jamnagar	Dhrol (Loose)	3615	3500	115
Madhya pradesh	Gwalior	Dabra (Loose)	3600	3700	-100
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	6500	6725	-225
	Alwar	Alwar	6500	6900	-400
	Hanumangarh	Nohar	6600	6800	-200
Haryana	Bhiwani	Bhiwani	6600	6650	-50
	Sirsa	Sirsa	6500	6600	-100
		Dhabwali	6700	6700	Unch
		Ellanabad	6450	6675	-225
	Fatehabad	Fatehabad	NR	7000	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			28-Jul-16	27-Jul-16	
Guar Seed	Jodhpur	Jodhpur	317	32	285
	Sri-Ganganagar	Sri-Ganganagar	100	65	35
		Rawla	100	100	Unch
		Gharsana	150	200	-50
		Raisinghnagar	50	50	Unch
	Bikaner	Bikaner	400	50	350
		Nokha	200	100	100
		Khajuwala	400	300	100
		Lunkaransar	500	100	400
	Hanumangarh	Hanumangarh	70	50	20
		Nohar	400	150	250
		Pilibanga	NR	NR	-

	Nagaur	Nagaur	100	70	30
	Churu	Churu	500	500	Unch
	Alwar	Alwar	200	500	-300
Haryana	Hisar	Adampur	600	600	Unch
	Bhiwani	Bhiwani	2000	2000	Unch
		Siwani	500	500	Unch
	Sirsa	Sirsa	200	100	100
		Dhabwali	70	40	30
		Ellanabad	100	100	Unch
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	24	NA	-
	Patan	Patan	220	133	87
	Rajkot	Rajkot	325	290	35
	Jamnagar	Dhrol	2	3	-1
Madhya pradesh	Gwalior	Dabra	100	250	-150
Total Arrivals/Above Markets			7628	6283	1345

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