

Domestic Fundamentals:

- *Mostly weak sentiments reported in spot market on Friday 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.*
- *Fall in overseas demand and low returns have led to a fall in acreage of guar seed. In Rajasthan, the area has fallen to 14.27 lakh hectares in MY 2016-17 from 28 lakh hectares in the same period last year whereas in Haryana, the area has fallen to 91000 hectares till date. Rajasthan and Haryana account for 80% of India's guar seed production. The area of guar seed is going to other crops like Moong, Moth, Cotton and Bajra as Guar has a 90-day cycle fetching less return compared to say Moong which has a 60-day cycle fetching greater returns.*
- *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.*

- 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 days.

Guar Seed 10Mt									
Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-16	60	3660	3686	3602	3680	162450	7,730	93200	-6,390
Nov-16	62	3669	3729	3653	3715	6210	-1,750	10070	-210

Guar Gum									
Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-16	70	6530	6640	6440	6610	30089	6,148	50181	-207

Guar Seed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	28-July-16	28-July-16	28-July-16	25-July-16
Bikaner	42423	70	12493	12674
Deesa	5099	20	5119	5010
Sri Ganganagar	3174	0	3174	3494
Jodhpur	2750	303	3053	3009
Nokha	-	-	-	-

Guar Gum Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	28-July-16	28-July-16	28-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 29 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 29 July, 2016

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		65	970
Guargum Powder	200 Mesh 5000 CPS	85	1268
	200 Mesh 3500 CPS	80	1193
Guargum Meal	Meal 40%	23	343
	Meal 50%	31	462

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			29-Jul-16	28-Jul-16	
Rajasthan	Jodhpur	Jodhpur (Loose)	3600	3550	50
		Jodhpur(Delivery)	3750	3700	50
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3482	3600	-118
		Sri-Ganganagar (Delivery)	3632	3725	-93
		Rawla (Loose)	3400	3425	-25
		Gharsana (Loose)	3450	3470	-20
		Raisinghnagar (Loose)	3500	3500	Unch
	Bikaner	Bikaner (Loose)	3450	3450	Unch
		Bikaner (Delivery)	3600	3600	Unch
		Nokha(Loose)	3380	3400	-20
		Nokha (Delivery)	3502	3522	-21
		Khajuwala (Loose)	Closed	3500	-
		Khajuwala (Delivery)	Closed	3640	-
		Lunkaransar (Loose)	3400	3450	-50
	Hanumangarh	Hanumangarh (Loose)	3550	3555	-5
		Hanumangarh (Delivery)	3700	3705	-5
		Nohar (Loose)	3500	3400	100
		Pilibanga (Loose)	NR	NR	-
	Nagaur	Nagaur (Loose)	3400	3300	100

	Churu	Churu (Delivery)	3600	3600	Unch
	Alwar	Alwar (Loose)	3400	3400	Unch
Haryana	Hisar	Adampur (Loose)	3500	3500	Unch
		Adampur (Delivery)	3650	3650	Unch
	Bhiwani	Bhiwani (Delivery)	3550	3570	-20
		Siwani (Loose)	3550	3550	Unch
	Sirsa	Sirsa (Loose)	3400	3500	-100
		Dhabwali (Loose)	3500	3560	-60
		Dhabwali (Delivery)	3650	3710	-60
		Ellanabad (Loose)	3500	3500	Unch
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	NA	3400	-
	Patan	Patan (Loose)	3435	3525	-90
	Rajkot	Rajkot (Loose)	3555	3665	-110
	Jamnagar	Dhrol (Loose)	NR	3615	-
Madhya pradesh	Gwalior	Dabra (Loose)	Closed	3600	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	6450	6500	-50
	Alwar	Alwar	6500	6500	Unch
	Hanumangarh	Nohar	6400	6600	-200
Haryana	Bhiwani	Bhiwani	6625	6600	25
	Sirsa	Sirsa	6450	6500	-50
		Dhabwali	6500	6700	-200
		Ellanabad	6500	6450	50
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			29-Jul-16	28-Jul-16	
Guar Seed	Jodhpur	Jodhpur	114	317	-203
	Sri-Ganganagar	Sri-Ganganagar	117	100	17
		Rawla	100	100	Unch
		Gharsana	200	150	50
		Raisinghnagar	100	50	50
	Bikaner	Bikaner	500	400	100
		Nokha	200	200	Unch
		Khajuwala	Closed	400	-
		Lunkaransar	500	500	Unch
	Hanumangarh	Hanumangarh	12	70	-58

		Nohar	700	400	300
		Pilibanga	NR	NR	-
	Nagaur	Nagaur	100	100	Unch
	Churu	Churu	400	500	-100
	Alwar	Alwar	200	200	Unch
Haryana	Hisar	Adampur	500	600	-100
	Bhiwani	Bhiwani	2000	2000	Unch
		Siwani	500	500	Unch
	Sirsa	Sirsa	50	200	-150
		Dhabwali	70	70	Unch
		Ellanabad	50	100	-50
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	NA	24	-
	Patan	Patan	135	220	-85
	Rajkot	Rajkot	300	325	-25
	Jamnagar	Dhrol	NR	2	-
Madhya pradesh	Gwalior	Dabra	Closed	100	-
Total Arrivals/Above Markets			6848	7628	-780

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