

**Domestic Fundamentals:**

- *Mixed sentiments reported in spot market on Wednesday amid lower arrivals.*
- *According to IBIS (provisional data), export of guar seed products (Guar Powder, Split and Meal) have decreased compared to last week. In the week (25-31 July) the exports were around 4664 metric tonnes compared to 7029 in the week (18-24 July). The export of guar meal, guar split and guar gum powder are down by 41.59%, 72.5% and 23.46% respectively.*
- *According to IBIS (provisional data) for 25-31 July'16, the average \$FOB/Tonne has increased for guar meal, split and powder compared to last week. India has exported 3402 metric tonnes of guar gum powder at an average fob of \$1278.2 /tonne, 220 metric tonnes of guar split at an average fob of \$1075.18/tonne and 1042 metric tonnes of guar meal at an average fob of \$531.19/tonne.*
- *Total guar seed products export from India for the week (25-31 July'16) was 4664 tonnes. Out of the total around 1989.6 tonnes was exported from Mundra Port, 1676.3 tonnes from Jodhpur concor ICD and 368 tonnes from Ahmedabad ICD. Whereas last week (18-24 June'16) 3324.4 tonnes was exported from Mundra Port, 1454.72 tonnes from Jodhpur concor ICD and 580 tonnes from Ahmedabad ICD.*
- *According to fourth advance estimate issued by Gujarat's department of agriculture for guar seed the area, production and yield are 309000 hectares, 186000 tonnes and 602 kg/hectare respectively compared to third advance estimate the area has been reduced by 9000 hectares and production has been reduced by 5000 tonnes.*
- *According to latest update, area sown in Gujarat until 25 july'16 is 53800 hectares compared to 76400 hectares in the previous kharif season. Area of guar is expected to be lower this season as farmers are shifting to other crops like cotton and pulses as these crops are fetching more returns. The last three year average normal area for guar seed in Gujarat is 378800 hectares*
- *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.*
- *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   | -74    | 3810 | 3864 | 3762 | 3768  | 228240 | 56,610 | 99010 | 1,320  |
| Nov-16   | -70    | 3850 | 3909 | 3811 | 3813  | 7680   | 900    | 9880  | 210    |

## Guar Gum

| Contract | +/- \$ | Open | High | Low  | Close | Volume | Change | OI    | Change |
|----------|--------|------|------|------|-------|--------|--------|-------|--------|
| Oct-16   | -120   | 6880 | 6980 | 6730 | 6760  | 41047  | 7,504  | 49398 | 39     |

## Guar Seed Stock Position & Fed:

| Stocks         | Demat     | In-Process | Total     | FED       |
|----------------|-----------|------------|-----------|-----------|
|                | 02-Aug-16 | 02-Aug-16  | 02-Aug-16 | 01-Aug-16 |
| Bikaner        | 12202     | 30         | 12232     | 12211     |
| Deesa          | 5099      | 20         | 5119      | 5098      |
| Sri Ganganagar | 2444      | 0          | 2444      | 2444      |
| Jodhpur        | 3110      | 0          | 3110      | 3110      |
| Nokha          | -         | -          | -         | -         |

## Guar Gum Stock Position & Fed:

| Stocks         | Demat     | In-Process | Total     | FED       |
|----------------|-----------|------------|-----------|-----------|
|                | 02-Aug-16 | 02-Aug-16  | 02-Aug-16 | 01-Aug-16 |
| Deesa          | 196       | 0          | 196       | 196       |
| Bikaner        | 4848      | 0          | 4848      | 4849      |
| Jodhpur        | 12332     | 0          | 12332     | 12611     |
| Nokha          | 2541      | 0          | 2541      | 2542      |
| Sri Ganganagar | 7886      | 10         | 7896      | 7885      |

## Churi and Korma Prices: As On 03 Aug, 2016

| Commodity | Center         | Rs/75kg |
|-----------|----------------|---------|
| Churi     | Jodhpur        | 1725    |
| Korma     | Jodhpur        | 2150    |
| Churi     | Sri Ganganagar | 1612    |
| Korma     | Sri Ganganagar | 2250    |

## Guar Export Prices: As On 03 Aug, 2016

|                             | Variety           | Value (Rs/Kg) | Value (\$/MT) |
|-----------------------------|-------------------|---------------|---------------|
| Guargum/Split (Mundra Port) |                   | 65            | 971           |
| Guargum Powder              | 200 Mesh 5000 CPS | 85            | 1270          |
|                             | 200 Mesh 3500 CPS | 80            | 1195          |
| Guargum Meal                | Meal 40%          | 23            | 344           |
|                             | Meal 50%          | 31            | 463           |

## Guar Seed Prices at Key Spot Markets:

| Commodity | District       | Centre                    | Prices (Rs/Qtl) |          | Change |
|-----------|----------------|---------------------------|-----------------|----------|--------|
|           |                |                           | 3-Aug-16        | 2-Aug-16 |        |
| Guar Seed | Jodhpur        | Jodhpur (Loose)           | 3700            | 3750     | -50    |
|           |                | Jodhpur(Delivery)         | 3850            | 3900     | -50    |
|           | Sri-Ganganagar | Sri-Ganganagar(Loose)     | NR              | 3600     | -      |
|           |                | Sri-Ganganagar (Delivery) | NR              | 3750     | -      |
|           |                | Rawla (Loose)             | 3590            | 3560     | 30     |
|           |                | Gharsana (Loose)          | 3610            | 3590     | 20     |
|           |                | Raisinghnagar (Loose)     | 3600            | 3650     | -50    |
|           | Bikaner        | Bikaner (Loose)           | NR              | 3600     | -      |
|           |                | Bikaner (Delivery)        | NR              | 3750     | -      |
|           |                | Nokha(Loose)              | 3600            | 3600     | Unch   |
|           |                | Nokha (Delivery)          | 3730            | 3730     | Unch   |
|           |                | Khajuwala (Loose)         | 3640            | 3560     | 80     |
|           |                | Khajuwala (Delivery)      | 3786            | 3702     | 83     |
|           |                | Lunkaransar (Loose)       | 3550            | 3600     | -50    |
|           | Hanumangarh    | Hanumangarh (Loose)       | NA              | NA       | -      |
|           |                | Hanumangarh (Delivery)    | NA              | NA       | -      |
|           |                | Nohar (Loose)             | 3600            | 3600     | Unch   |
|           |                | Pilibanga (Loose)         | 3400            | NA       | -      |
|           | Nagaur         | Nagaur (Loose)            | 3400            | 3400     | Unch   |
|           | Churu          | Churu (Delivery)          | 3800            | 3800     | Unch   |
|           | Alwar          | Alwar (Loose)             | 3500            | 3600     | -100   |

|                |             |                     |      |      |      |
|----------------|-------------|---------------------|------|------|------|
| Haryana        | Hisar       | Adampur (Loose)     | 3650 | 3650 | Unch |
|                |             | Adampur (Delivery)  | 3800 | 3800 | Unch |
|                | Bhiwani     | Bhiwani (Delivery)  | 3950 | 3750 | 200  |
|                |             | Siwani (Loose)      | 3700 | 3700 | Unch |
|                | Sirsa       | Sirsa (Loose)       | 3500 | 3600 | -100 |
|                |             | Dhabwali (Loose)    | 3600 | 3615 | -15  |
|                |             | Dhabwali (Delivery) | 3750 | 3710 | 40   |
|                |             | Ellanabad (Loose)   | 3575 | 3625 | -50  |
|                | Fatehabad   | Fatehabad (Loose)   | NR   | 3600 | -    |
| Gujarat        | Banaskantha | Deesa (Loose)       | NA   | NA   | -    |
|                | Patan       | Patan (Loose)       | 3570 | 3450 | 120  |
|                | Rajkot      | Rajkot (Loose)      | 3635 | 3615 | 20   |
|                | Jamnagar    | Dhrol (Loose)       | 3520 | NA   | -    |
| Madhya pradesh | Gwalior     | Dabra (Loose)       | 3700 | 3700 | Unch |
| Guar Gum       |             |                     |      |      |      |
| Rajasthan      | Jodhpur     | Jodhpur             | 6750 | 6800 | -50  |
|                | Alwar       | Alwar               | 6500 | 6800 | -300 |
|                | Hanumangarh | Nohar               | 6700 | 6500 | 200  |
| Haryana        | Bhiwani     | Bhiwani             | 7000 | 6950 | 50   |
|                | Sirsa       | Sirsa               | 6750 | 6700 | 50   |
|                |             | Dhabwali            | 6750 | 6700 | 50   |
|                |             | Ellanabad           | 6700 | 6800 | -100 |
|                | Fatehabad   | Fatehabad           | NR   | 6900 | -    |

## Guar Seed Arrivals in Key Centers

| Commodity | District       | Centre         | Arrivals (Quintals) |          | Change |
|-----------|----------------|----------------|---------------------|----------|--------|
|           |                |                | 3-Aug-16            | 2-Aug-16 |        |
| Guar Seed | Jodhpur        | Jodhpur        | 97                  | 97       | Unch   |
|           | Sri-Ganganagar | Sri-Ganganagar | NR                  | 400      | -      |
|           |                | Rawla          | 150                 | 150      | Unch   |
|           |                | Gharsana       | 200                 | 150      | 50     |
|           |                | Raisinghnagar  | 80                  | 200      | -120   |
|           | Bikaner        | Bikaner        | NR                  | 300      | -      |
|           |                | Nokha          | 250                 | 350      | -100   |
|           |                | Khajuwala      | 400                 | 200      | 200    |
|           |                | Lunkaransar    | 300                 | 500      | -200   |
|           | Hanumangarh    | Hanumangarh    | NA                  | NA       | -      |
|           |                | Nohar          | 500                 | 500      | Unch   |
|           |                | Pilibanga      | 100                 | NA       | -      |

|                                     |                    |           |             |             |             |
|-------------------------------------|--------------------|-----------|-------------|-------------|-------------|
|                                     | <b>Nagaur</b>      | Nagaur    | NA          | 150         | -           |
|                                     | <b>Churu</b>       | Churu     | 400         | 600         | -200        |
|                                     | <b>Alwar</b>       | Alwar     | 300         | 200         | 100         |
| <b>Haryana</b>                      | <b>Hisar</b>       | Adampur   | 700         | 1000        | -300        |
|                                     | <b>Bhiwani</b>     | Bhiwani   | 2000        | 1000        | 1000        |
|                                     |                    | Siwani    | 400         | 500         | -100        |
|                                     | <b>Sirsa</b>       | Sirsa     | 250         | 80          | 170         |
|                                     |                    | Dhabwali  | 100         | 100         | Unch        |
|                                     |                    | Ellanabad | 200         | 100         | 100         |
|                                     | <b>Fatehabad</b>   | Fatehabad | NR          | 10          | -           |
| <b>Gujarat</b>                      | <b>Banaskantha</b> | Deesa     | NA          | NA          | -           |
|                                     | <b>Patan</b>       | Patan     | 225         | 189         | 36          |
|                                     | <b>Rajkot</b>      | Rajkot    | 652         | 648         | 4           |
|                                     | <b>Jamnagar</b>    | Dhrol     | 1           | NA          | -           |
| <b>Madhya pradesh</b>               | <b>Gwalior</b>     | Dabra     | 150         | 150         | Unch        |
| <b>Total Arrivals/Above Markets</b> |                    |           | <b>7455</b> | <b>7574</b> | <b>-119</b> |

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