

Domestic Fundamentals:

- Mostly firm sentiments reported in spot market on Tuesday amid higher arrivals.
- As per latest update, guar acreage in main producing states i.e. Gujarat, Rajasthan and Haryana is low compared to last year. This is mainly due to farmers shifting to more remunerative crops like Pulses and cotton. Acreage in Rajasthan and Gujarat until August'08 is down by 45% and 20.5% respectively compared to last year. Whereas in Haryana area sown until July'18 is only 91000 hectares compared to 3.39 lakh hectares last year as on July'20.
- According to latest update, area sown in Gujarat until 08 August'16 is 116700 hectares compared to 145000 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.
- According to IBIS (provisional data), export of guar seed products (Guar Powder, Split and Meal) have increased compared to last week. In the week (01-06 August) the exports were around 4769 metric tonnes compared to 4664 metric tonnes in the week (25-31 July). The export of guar meal and guar split are up by 69.77% and 63.64% respectively whereas exports of guar gum powder are down by 22.4%.
- According to IBIS (provisional data) for 01-06 August'16, the average \$FOB/Tonne has decreased for guar split and powder compared to last week. India has exported 2640 metric tonnes of guar gum powder at an average fob of \$1277.75 /tonne, 360 metric tonnes of guar split at an average fob of \$1055.64/tonne and 1769 metric tonnes of guar meal at an average fob of \$531.6/tonne.
- Total guar seed products export from India for the week (01-06 August'16) was 4769 tonnes. Out of the total around 2752.7 tonnes was exported from Mundra Port, 850.7 tonnes from Jodhpur concor ICD and 395 tonnes from Ahmedabad ICD. Whereas last week (25-31 June'16) 1989.6 tonnes was exported from Mundra Port, 1676.3 tonnes from Jodhpur concor ICD and 368 tonnes from Ahmedabad ICD.
- Guar acreage in Rajasthan is expected to be down by around 52%. This fall in acreage can be attributed to both lower prices of guar as well as delayed monsoon showers in some areas. Acreage of pulses has increased in Rajasthan by 21% as farmers find it more lucrative compared to guar. Around 46 lakh hectares of guar was sown in Rajasthan last year. Traders in Rajasthan are expecting firm prices this year on account of lower acreage and steady demand.
- Guar gum exports have decreased by around 61% in the year 2015-16. Last year guar gum worth Rs. 9480 crore was exported compared to Rs 3233 crores this year until now. Guar gum is used in hydraulic fracturing and with falling crude oil prices; demand for guar gum is also going southward. In the year 2013-14 guar gum worth Rs. 11800 crores was exported.

- According to IBIS (provisional data) for July'16, the average \$FOB/Tonne has increased for guar split and powder compared to last week. India has exported 17905.36 metric tonnes of guar gum powder at an average fob of \$1279.27 /tonne, 2021 metric tonnes of guar split at an average fob of \$921.1/tonne and 6807.48 metric tonnes of guar meal at an average fob of \$517.45/tonne.

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	31	3685	3729	3643	3652	100170	-6,900	99060	-500
Nov-16	28	3769	3772	3685	3691	2690	-430	12340	120

Guar Gum

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-16	30	6660	6660	6470	6500	17712	-180	46567	-485

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	13-Aug-16	13-Aug-16	13-Aug-16	13-Aug-16
Bikaner	10528	20	10548	10528
Deesa	4843	0	4843	4843
Sri Ganganagar	1993	20	2013	1993
Jodhpur	3109	10	3119	3109
Nokha	-	-	-	-

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	13-Aug-16	13-Aug-16	13-Aug-16	13-Aug-16
Deesa	179	0	179	179
Bikaner	4412	0	4412	4412
Jodhpur	11421	0	11421	11421
Nokha	2322	0	2322	2322
Sri Ganganagar	6397	0	6397	6397

Churi and Korma Prices: As On 16 Aug, 2016

Commodity	Center	Rs/75kg
Churi	Jodhpur	1700
Korma	Jodhpur	2300
Churi	Sri Ganganagar	1650
Korma	Sri Ganganagar	2250

Guar Export Prices: As On 16 Aug, 2016

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		65	972
Guargum Powder	200 Mesh 5000 CPS	85	1271
	200 Mesh 3500 CPS	80	1196
Guargum Meal	Meal 40%	24	359
	Meal 50%	32	478

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			16-Aug-16	13-Aug-16	
Guar Seed	Jodhpur	Jodhpur (Loose)	3650	Closed	-
		Jodhpur(Delivery)	3800	Closed	-
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3500	3500	Unch
		Sri-Ganganagar (Delivery)	3650	3650	Unch
		Rawla (Loose)	3475	3400	75
		Gharsana (Loose)	3530	3450	80
		Raisinghnagar (Loose)	3550	3525	25
	Bikaner	Bikaner (Loose)	3550	3525	25
		Bikaner (Delivery)	3700	3675	25
		Nokha(Loose)	3450	3370	80
		Nokha (Delivery)	3574	3491	83
		Khajuwala (Loose)	3570	3450	120
		Khajuwala (Delivery)	3713	3588	125
		Lunkaransar (Loose)	3550	3450	100
	Hanumangarh	Hanumangarh (Loose)	3425	3425	Unch
		Hanumangarh (Delivery)	3575	3575	Unch
		Nohar (Loose)	3525	3525	Unch
		Pilibanga (Loose)	3420	3420	Unch
	Nagaur	Nagaur (Loose)	3300	3200	100
	Churu	Churu (Delivery)	3700	3700	Unch

	Alwar	Alwar (Loose)	3500	3500	Unch
Haryana	Hisar	Adampur (Loose)	3500	3445	55
		Adampur (Delivery)	3650	3595	55
	Bhiwani	Bhiwani (Delivery)	3670	3570	100
		Siwani (Loose)	3625	3550	75
	Sirsa	Sirsa (Loose)	3515	3500	15
		Dhabwali (Loose)	3500	3400	100
		Dhabwali (Delivery)	3650	3500	150
		Ellanabad (Loose)	3500	3400	100
	Fatehabad	Fatehabad (Loose)	3300	3450	-150
Gujarat	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	3490	3415	75
	Rajkot	Rajkot (Loose)	3510	3435	75
	Jamnagar	Dhrol (Loose)	3270	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	3400	3400	Unch
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	6600	Closed	-
	Alwar	Alwar	6600	6450	150
	Hanumangarh	Nohar	6600	6600	Unch
Haryana	Bhiwani	Bhiwani	6670	6470	200
	Sirsa	Sirsa	6550	6400	150
		Dhabwali	6500	6400	100
		Ellanabad	6550	6450	100
	Fatehabad	Fatehabad	6500	6500	Unch

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			16-Aug-16	13-Aug-16	
Rajasthan	Jodhpur	Jodhpur	50	Closed	-
	Sri-Ganganagar	Sri-Ganganagar	300	300	Unch
		Rawla	150	150	Unch
		Gharsana	300	100	200
		Raisinghnagar	400	500	-100
	Bikaner	Bikaner	300	150	150
		Nokha	250	150	100
		Khajuwala	500	200	300
		Lunkaransar	250	125	125
	Hanumangarh	Hanumangarh	45	45	Unch
		Nohar	400	400	Unch

		Pilibanga	NA	NA	-
	Nagaur	Nagaur	100	100	Unch
	Churu	Churu	500	500	Unch
	Alwar	Alwar	300	NA	-
Haryana	Hisar	Adampur	800	500	300
	Bhiwani	Bhiwani	1000	500	500
		Siwani	500	500	Unch
	Sirsa	Sirsa	800	200	600
		Dhabwali	200	150	50
		Ellanabad	200	150	50
	Fatehabad	Fatehabad	10	NA	-
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	63	73	-10
	Rajkot	Rajkot	660	279	381
	Jamnagar	Dhrol	4	NA	-
Madhya pradesh	Gwalior	Dabra	60	60	Unch
Total Arrivals/Above Markets			8142	5132	3010

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