

Domestic Market Summary:

- Guar prices traded in a range with weak tone last week despite lower arrivals.
- In Jaipur guar conference, estimates of guar seed crop production are coming at 1 crore 70 lack bags with 60 lac bags carry over stock.
- In the last week of October 2015, India has exported 4874 tons of guar gum powder, 744 tons of guar splits and 1380 tons of guar meal.
- Latest week export figure took the October month export to 21816 tons of guar products. Out of the total guar exports, 13106 tons of Guar gum, 3404 tons of Splits and 5306 tons of Guar meals exported in October 2015. Last year India exported 33867 tons of Guar products at the same period.
- Out of total 80 installed guar mills, only 25 mills running currently in Haryana as reported. Lack of guar seed arrivals due to lower crop and lower prices restrict farmers to bring there crop in volumes in the markets.

Next Week Price Projections:

For the next week, prices are likely to move down to Rs 100-150 per quintal. In the Jodhpur market, delivery prices are trading at Rs 3950 and are likely to trade upto to Rs 3800 per quintal.

In Ganganagar region, prices are trading at Rs 3813 per quintal which is likely to move down to Rs 3700 quintal as expected.

Current Market Dynamics

Guar prices are showing some weakness with arrivals picking up from various key markets. Also, weak demand of guar gum pressurized the prices of guar seed last week.

As far as Arrivals are concerned, Adampur (Haryana) market (biggest market of guar in North) reported higher arrivals (~4000 bags) compared to previous week ~5000 bags.

Similarly, In Ganganagar market, arrivals have surged sharply last week to 6000 bags compared to prior week arrivals data i.e.28000 bags.

Export and Import Scenario

India has exported 21816 tons of Guar Products (Gum, Splits & Meal) in the month of October 2015 which is lower export figures compared to last year. Out of the total guar exports, 13106 tons of Guar gum, 3404 tons of Splits and 5306 tons of Guar meals exported in October 2015. Last year India exported 33867 tons of Guar products at the same period.

Notably, recent month guar gum powder exports fell compared to guar exports during corresponding period last year. Weak demand of guar gum overseas mainly due to falling crude oil prices led to fall in gum exports in the last couple of months. Falling rig count and new shale gas explorations are also the major influencing factors of recent decline in guar gum exports.

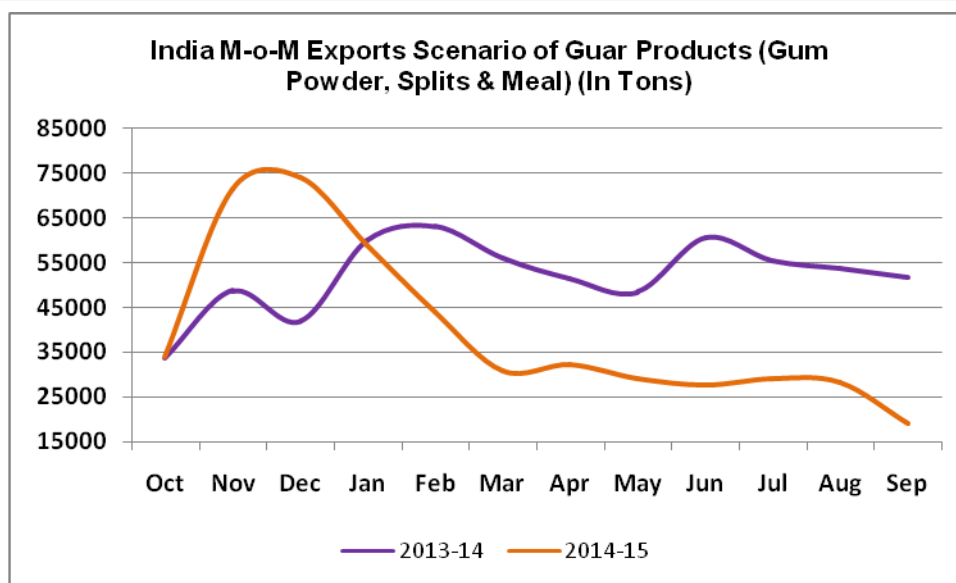
According to recent report of Baker's & Hughes, the oil rig count surge last week by 2 to 574. There are now 64% fewer rigs running compared to rigs running in October 2014 i.e. 1609.

Demand Side of Guar and Guar Gum:

On export front, demands of guar products decreased in October. Also, demand of guar products among major importers has decreased.

Reportedly, the quantity of unsold gum stored in US has decreased as stockists are selling it at lower quotes as unsold gum will expire soon. There is only need based buying reported from foreign buyers.

Below are the monthly guar products exports month wise and its comparison to month wise exports of guar products last year.



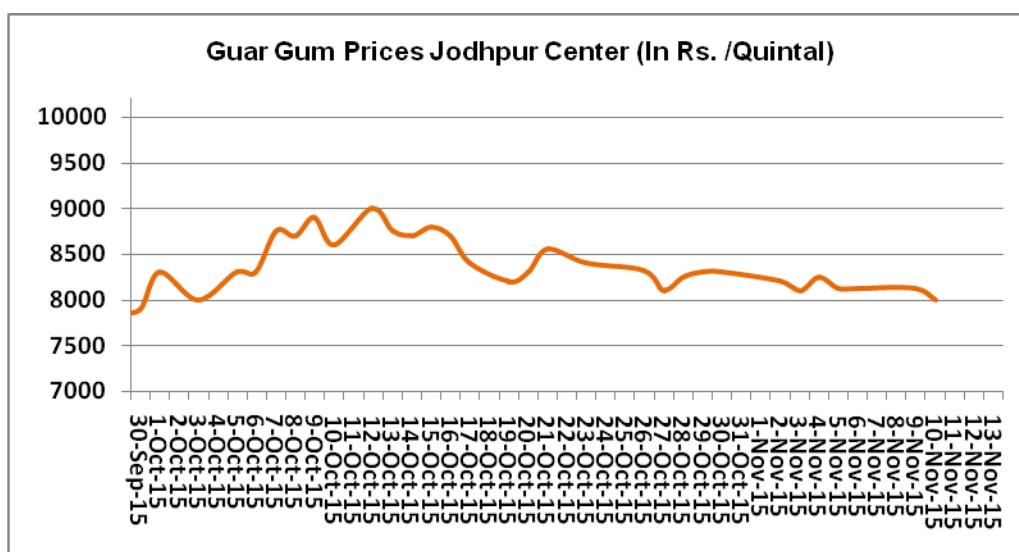
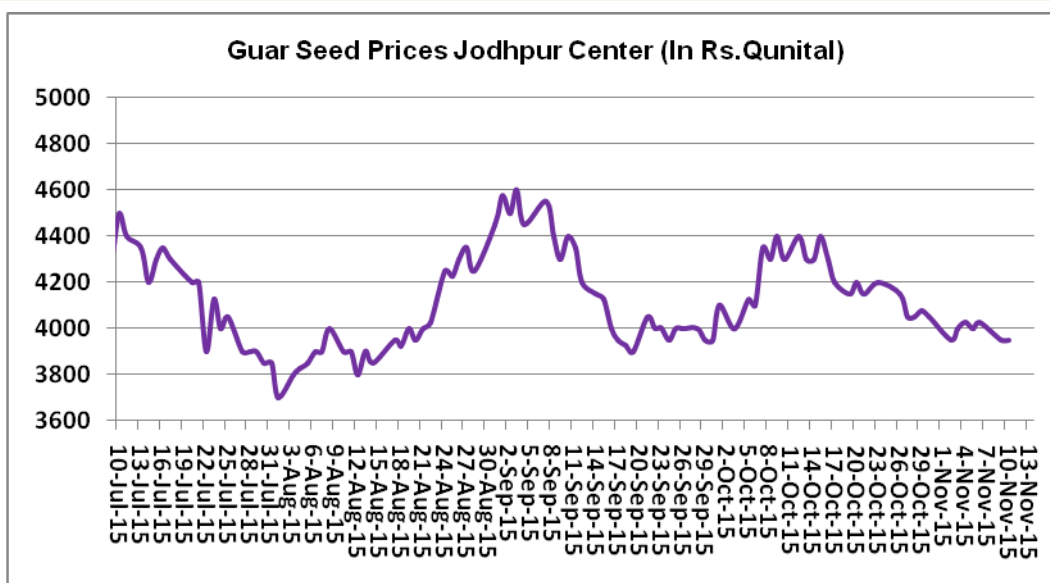
Crop Situation:

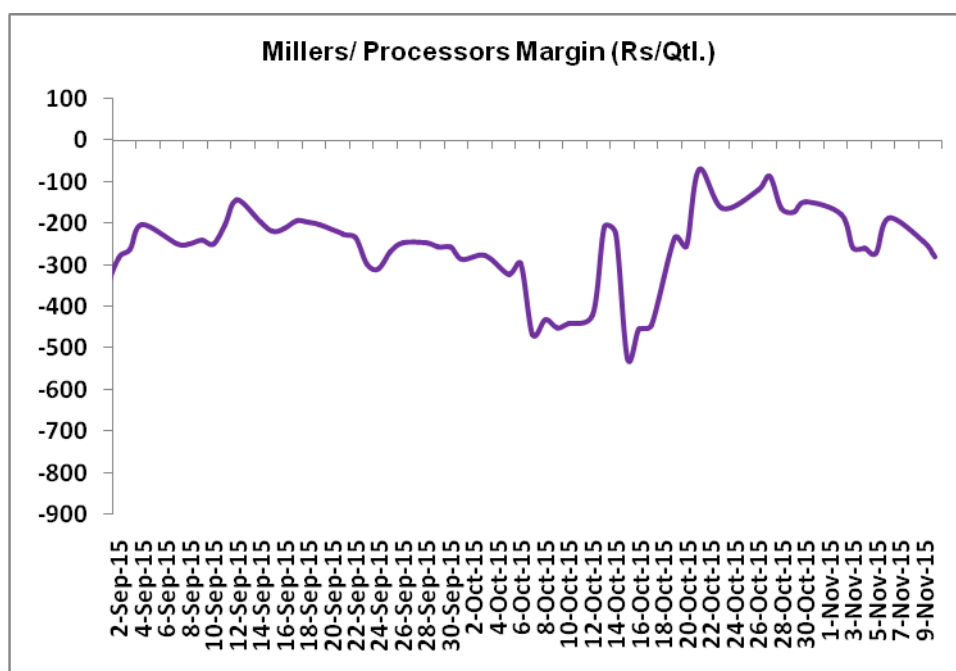
Recent rainfall proved to be a boon to the standing crop in Jaisalmer, and Jodhpur region as farmers had grown guar crop in early August which needs immediate rainfall.

However, rainfall proved bad in irrigated areas like Ganganagar, Hanumangarh, and parts of Haryana as crop is in its harvesting stage. Farmers are expecting 30-40% lesser yield this year compared to last year due to lack of rainfall in the last one month and heavy rainfall at the time of harvesting which deteriorates the quality of guar seed also.

Price Scenario

In the second week of November, the average price of guar seed declined by 1.3% and was at Rs.3950/Qtl compared to previous week. Also, guar gum prices declined last week by 1.2% at Rs.8062/Qtl compared to previous week. The graph below illustrates the weekly average price movement of guar seed and guar gum in Jodhpur market.



Millers/Processors Margin


As seen in the chart above, the average crushing margin of guar seed has declined compared to previous week. In the second week of November 2015, average crush margin declined to Rs. -262.25/Quintal which were -230 per quintal last week. Decrease in churi and korma prices led the margin down last week.

Guar by – Products Weekly Average Prices:

Commodity	Centre	7th Nov to 13th Nov 15	31th to 06th Nov 15	Change
Churi	Jodhpur	NA	1500	-
Korma	Jodhpur	NA	1879	-
Churi	Sri-Ganganagar	NA	1388	-
Korma	Sri-Ganganagar	NA	1868	-
Prices in Rs/75kg				

Guar Export Weekly Average Prices:

Commodity	Variety	7th Nov to 13th Nov 15	31th to 06th Nov 15	Change
Guargum Split		1219	1233	-14
Guargum Powder	200 Mesh 5000 CPS	1522	1534	-12
	200 Mesh 3500 CPS	1447	1458	-11
Guargum Meal	40%	288	296	-8
	50%	379	387	-8
Prices in \$/MT				

Commodity	Centre	Weekly Prices (Average)		Change
	Guar Seeds	7th Nov to 13th Nov 15	31th to 06th Nov 15	
Rajasthan	Jodhpur (Loose)	3750	3800	-50
	Jodhpur(Delivery)	3950	4000	-50
	Sri-Ganganagar(Loose)	3613	3595	18
	Sri-Ganganagar (Delivery)	3813	3795	18
	Nagaur (Loose)	3617	3625	-8
	Alwar (loose)	3450	3560	-110
	Churu (Delivery)	3650	3770	-120
	Bikaner (Loose)	3675	3660	15
	Bikaner (Delivery)	3875	3860	15
	Khajuwala Bikaner (Loose)	3650	3596	54
	Khajuwala Bikaner(Delivery)	3796	3739	57
	Nokha(Loose)	3567	3630	-63
	Nokha (Delivery)	3695	3761	-66
	Hanumangarh (Loose)	3638	3604	34
	Hanumangarh (Delivery)	3838	3804	34
Haryana	Adampur (Loose)	3650	3683	-33
	Adampur (Delivery)	3850	3883	-33
	Sirsa (Loose)	3673	3625	48
	Bhiwani (Delivery)	3719	3808	-89
	Dhabwali (Loose)	3511	3600	-89
	Dhabwali (Delivery)	3711	3800	-89
	Siwani (Loose)	3717	3771	-54
	Ellanabad (Loose)	3625	3637	-12
Gujarat	Deesa (Loose)	NA	3646	-
	Patan (Loose)	NA	3579	-
	Rajkot (Loose)	3688	3674	14
	Dhrol(loose)	3545	3634	-89
Madhya pradesh	Dabra (Loose)	NA	6300	-
	Guar Gum			
Rajasthan	Jodhpur	8063	8160	-98
	Alwar	8000	8120	-120
Haryana	Sirsa	7900	7975	-75
	Bhiwani	7930	8107	-177

	Dhabwali	7975	8120	-145
	Ellanabad	7967	8100	-133

Week on Week Price: Scenario of Guarseed and Guargum:					
Commodity	Centre	Today	Week ago	Month ago	Year ago
	Guar Seeds	13-Nov-15	6-Nov-15	13-Oct-15	13-Nov-14
Rajasthan	Jodhpur (Loose)	Closed	3825	4100	4700
	Jodhpur(Delivery)	Closed	4025	4300	4900
	Sri-Ganganagar(Loose)	Closed	3650	3800	4800
	Sri-Ganganagar (Delivery)	Closed	3850	4000	5000
	Nagaur (Loose)	Closed	3600	NA	4800
	Alwar (loose)	NA	3600	4050	4800
	Churu (Delivery)	NA	3850	4200	5100
	Bikaner (Loose)	Closed	3650	3925	4800
	Bikaner (Delivery)	Closed	3850	4100	5000
	Khajuwala Bikaner (Loose)	Closed	3620	3950	4760
	Khajuwala Bikane(Delivery)	Closed	3765	4108	4950
	Nokha(Loose)	Closed	3630	3950	4950
	Nokha (Delivery)	Closed	3761	4092	5128
	Hanumangarh (Loose)	Closed	3625	3950	4850
	Hanumangarh (Delivery)	Closed	3825	4150	5050
Haryana	Adampur (Loose)	3550	3700	3800	4800
	Adampur (Delivery)	3750	3900	4000	5000
	Sirsa (Loose)	Closed	3600	3975	4800
	Bhiwani (Delivery)	3600	3825	4100	5050
	Dhabwali (Loose)	3420	3650	3700	4750
	Dhabwali (Delivery)	3620	3850	3900	4950
	Siwani (Loose)	Closed	3775	4050	4950
	Ellanabad (Loose)	Closed	3650	3850	4700
Gujarat	Deesa (Loose)	Closed	3570	NA	4735
	Patan (Loose)	Closed	3575	3880	4925
	Rajkot (Loose)	Closed	3655	4035	4745
	Dhrol(loose)	Closed	3585	3925	NA
Madhya pradesh	Dabra (Loose)	NA	NA	NA	NA
Guar Gum					
Rajasthan	Jodhpur	Closed	8125	8750	14000
	Alwar	NA	8200	8700	14500
Haryana	Sirsa	Closed	8000	8600	14500
	Bhiwani	7750	8070	8650	14500

	Dhabwali	7800	8150	8700	14500
	Ellanabad	Closed	8100	8700	14400

Guar Cumulative Arrivals in Key Centers

Weekly Arrivals (Quintals)				
Centre		7th Nov to 13th Nov 15	31th to 06th Nov 15	Change
Rajasthan	Jodhpur	NA	NA	-
	Sri-Ganganagar	6000	28000	-22000
	Nagaur	750	1150	-400
	Alwar	200	2300	-2100
	Churu	800	5700	-4900
	Bikaner	4000	11500	-7500
	Khajuwala Bikaner	4500	9300	-4800
	Nokha	2111	3300	-1189
	Hanumangarh	1300	3700	-2400
Haryana	Adampur	4000	5000	-1000
	Sirsa	1300	2432	-1132
	Bhiwani	8500	14500	-6000
	Dhabwali	1250	1950	-700
	Siwani	1700	4900	-3200
	Ellanabad	1650	5200	-3550
Gujarat	Deesa	NA	2191	-
	Patan	NA	1687	-
	Rajkot	960	2515	-1555
	Dhrol	38	150	-112
Madhya pradesh	Dabra	NA	500	-
Total Arrival		39059	105975	-66916

Commodity: Guar Seed 10MT
Contract: Dec

Exchange: NCDEX
Expiry: Dec 20, 2015

Guar Seed 10MT (Weekly Dec Contract Chart)

GUAR SEED 1512(NCGRSZ5)2015/11/15 - Weekly B:3620.00 A:3622.00
O 3678.00 H 3709.00 L 3584.00 C 3630.00 V 333,650 I 76,140 -24 -0.66%



Technical Commentary:

- Guar prices are continuously moving downside as chart depicts.
- Prices have recently breach its next support level i.e. Rs. 3665 level and likely to test its next support i.e. Rs 3420 per quintal.
- However, RSI is hovering near oversold region
- Last candlestick depicts bearishness.

Strategy: Sell

Weekly Supports & Resistances			S2	S1	PCP	R1	R2
Guar Seed 10MT	NCDEX	Dec	3000	3400	3654	4300	4800
Weekly Trade Call			Call	Entry	T1	T2	SL
Guar Seed 10MT	NCDEX	Dec	Sell	Below 3700	3500	3420	3820

Commodity: Guar Gum
Contract: Dec

Exchange: NCDEX
Expiry: Dec 20, 2015

Guar Gum (Dec Weekly Chart)

GUARGUM 1512(NCGUGZ5)2015/11/15 - Weekly B:7420.00 A:7430.00
O 7530.00 H 7690.00 L 7340.00 C 7450.00 V 46,482 I 29,533 -140 -1.84%



Technical Commentary:

- Guar gum prices are moving down to downtrend as chart depicts.
- RSI is hovering at oversold region
- Last candlestick depicts bearishness in the market.

Strategy: Sell

Weekly Supports & Resistances			S2	S1	PCP	R1	R2
Guar Gum	NCDEX	Dec	6700	7130	7590	9400	10000
Weekly Trade Call			Call	Entry	T1	T2	SL
Guar Gum	NCDEX	Dec	Sell	Below 7600	7300	7200	7780

Spot Market Outlook:

Guar prices are moving in a range with weak tone. Arrivals in October are picking up but the volume is still not good.

We expect prices to trade in a range in the coming week.

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