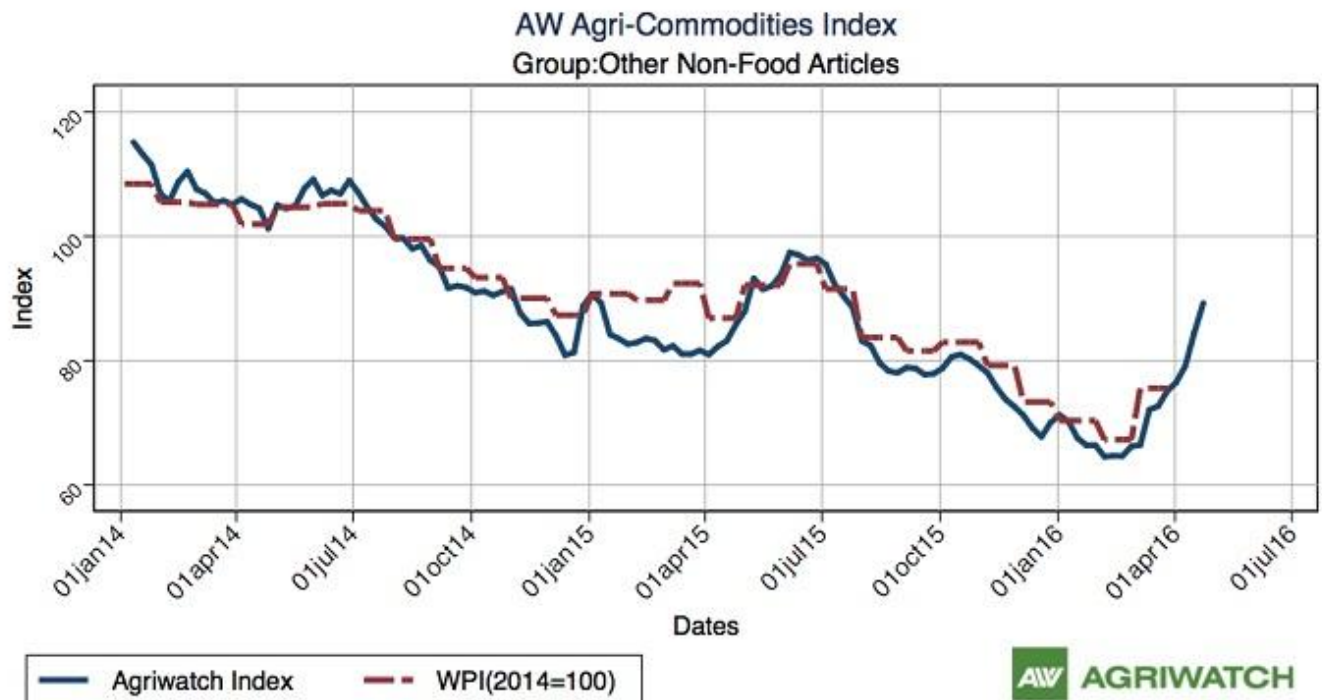


Guar Weekly Research Report

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Agriwatch Agri Commodity Index – Other Non-Food Articles



The above chart depicts Agriwatch Agri Commodity Other non-food articles index. Other non-food articles Index rose 5.66% during the week ending on Apr 23, 2016.

**Executive Summary****Domestic Guar Seed Market Summary**

Guar seed prices surged sharply last week due to speculation in the market.

Overall fundamentals are still not very good for guar seed and gum due to lack of real demand from overseas fracking industry.

As far as Arrivals are concerned, Adampur (Haryana) market (biggest market of guar in North) reported higher arrivals (~2100 bags) compared to previous week ~1100 bags.

Similarly, In Ganganagar market, arrivals had increased last week to 2000 bags compared to prior week arrivals data i.e. 1800 bags.

We expect guar seed prices to take downward correction in the coming week.

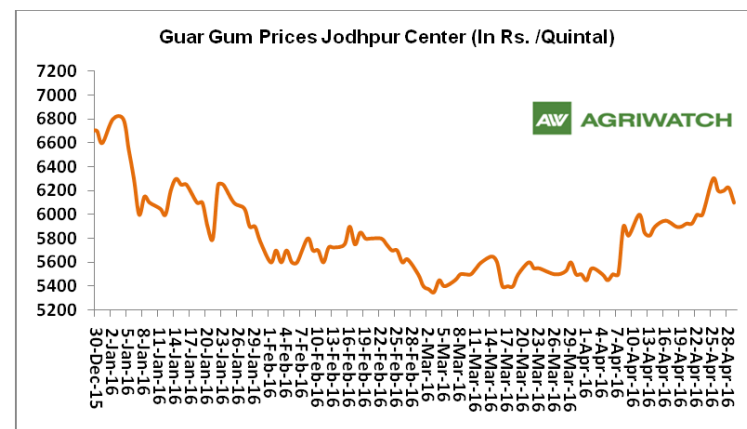
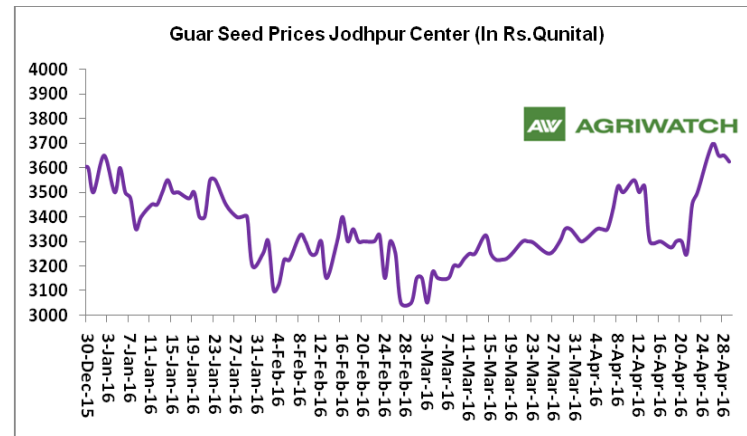
Recommendation:

Weekly Call - : Market participants are advised to buy Guar seed at 3550 levels for a target of 3700 with a stop loss at 3490 on closing basis.

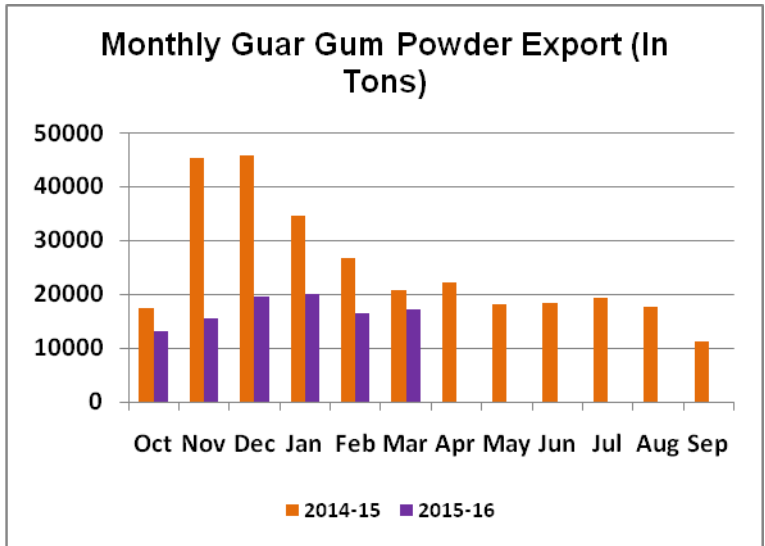
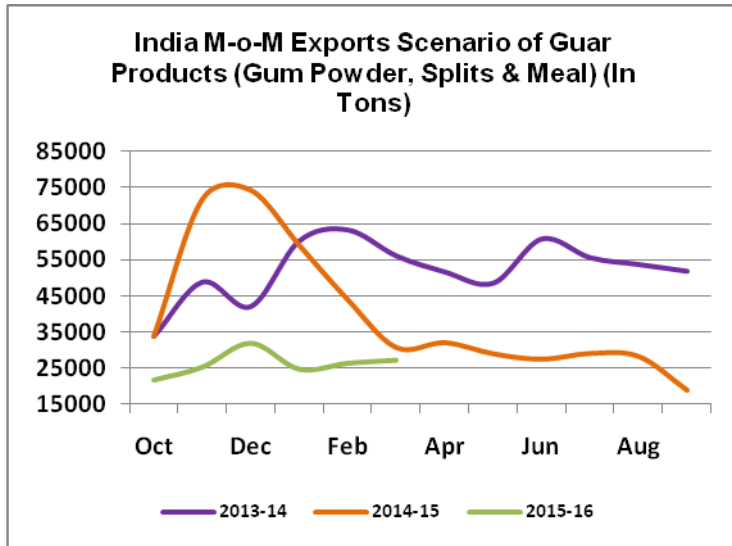
Guar Seed Fundamental Analysis and Outlook:-

Domestic Front

- In the fourth week of April 2016, Guar seed weekly average prices surged sharply during the week by 9.6% compared to prior week and settled at Rs. 3629 per quintal.
- Also, Guar gum weekly average prices surged by 4% and settled at Rs 6170 per quintal.
- Pure speculation by punters led the prices up last week.
- According to third 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 trade sources, in the first eleven months of fiscal year 2015-16, exports of guar gum in terms of value have declined by 63.15 per cent. As per ministry of commerce and industry the country has exported Rs 3364.4 crores worth of guar gum as compared to Rs 9080.5 crores for the same period in last financial year.
- We expect guar seed and gum prices to trade sideways in the coming days.



Export Scenario



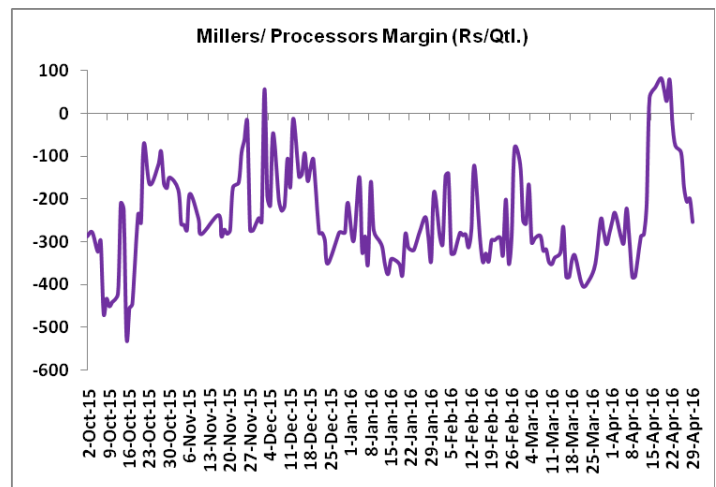
On export front, guar products export demand improved slightly compared to prior month. India has exported 27351.7 tons of guar seed products (Gum powder, Splits & Meal) in the month of March 2016 up 3.3% compared to last month.

Also, recent month guar gum powder export increased by 4.3% compared to previous month due to good demand from local industries (food and textiles). Reportedly, some trade has been done for food grade guar gum at \$800-850 per ton.

Millers/Processors Margin

As seen in the chart, the average crushing margin of guar seed has decreased compared to previous week. In the fourth week of April 2016, average crush margin surged to Rs. -165 /Quintal, which was 49.17 per quintal last week.

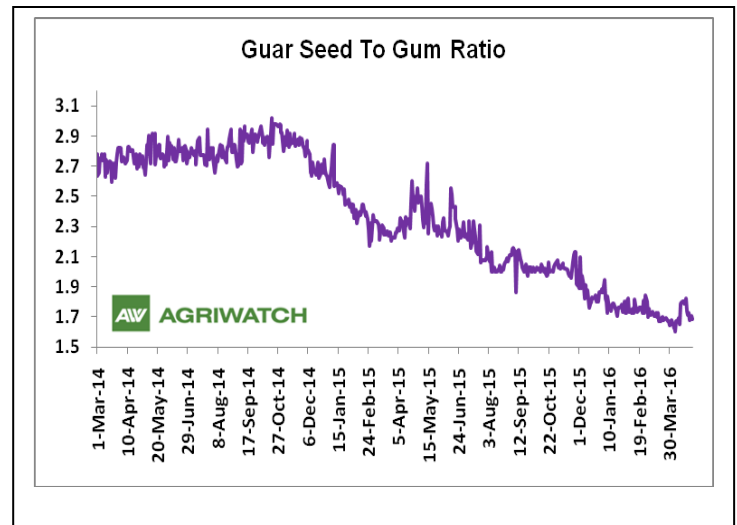
Higher degree of increase in guar seed prices compared to guar gum prices led the margin down this week.



Guar Seed To Gum Ratio:

Ratio of guar seed to gum increased last week to 1.79, which in the earlier week was 1.69.

Overall buoyant demand of gum from overseas and good demand of seed from millers due to higher, churi and korma prices increased the overall ratio.

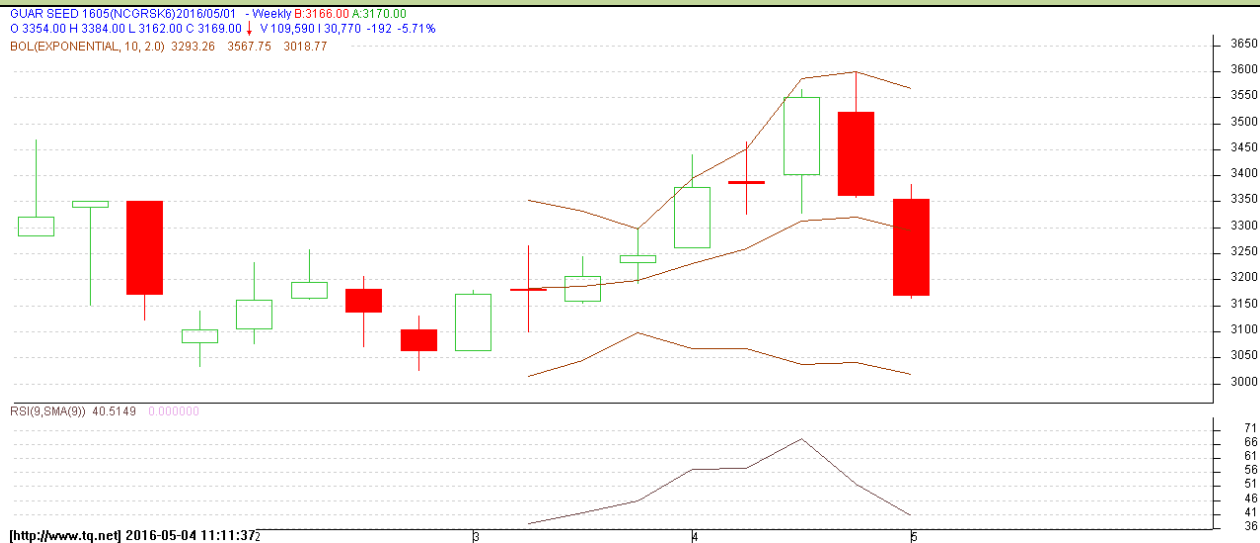


Technical Analysis (Guar Seed)

Commodity: Guar Seed 10MT
Contract: May

Exchange: NCDEX
Expiry: May 20, 2016

Guar Seed 10MT (Weekly May Contract Chart)



Technical Commentary:

- Guar prices, are moving downwards as chart depicts.
- However, RSI is hovering near to neutral region
- MACD also hovering in a neutral zone.

Strategy: Buy

Weekly Supports & Resistances			S2	S1	PCP	R1	R2
Guar Seed 10MT	NCDEX	May	2600	2960	3361	3750	3820
Weekly Trade Call			Call	Entry	T1	T2	SL
Guar Seed 10MT	NCDEX	May	Buy	Above 3150	3300	3450	3060



Commodity: Guar Gum
Contract: May

Exchange: NCDEX
Expiry: May 20, 2016

Guar Gum (May Weekly Chart)

GUARGUM1605(NCGUGK6)2016/05/01 - Weekly B:5520.00 A:5530.00
O 6000.00 H 6020.00 L 5500.00 C 5530.00 V 20,688 111,477 -460 -7.68%
BOL(EXPONENTIAL, 10, 2.0) 5819.41 6262.39 5376.44



Technical Commentary:

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

Strategy: Buy

Weekly Supports & Resistances			S2	S1	PCP	R1	R2
Guar Gum	NCDEX	May	4800	5170	5990	6800	7000
Weekly Trade Call			Call	Entry	T1	T2	SL
Guar Gum	NCDEX	May	Buy	Above 5500	5700	5800	5380

Guar Seed & Gum Prices at Key Spot Markets

Guar by – Products Weekly Average Prices:				
Commodity	Centre	23rd to 29th Apr.16	15th to 22nd Apr.16	Change
Churi	Jodhpur	1933	1921	13
Korma	Jodhpur	2233	2167	67
Churi	Sri-Ganganagar	1850	1825	25
Korma	Sri-Ganganagar	2129	2138	-8
Prices in Rs/75kg				

Guar Export Weekly Average Prices:				
Commodity	Variety	23rd to 29th Apr.16	15th to 22nd Apr.16	Change
Guargum Split		929	948	-20
Guargum Powder	200 Mesh 5000 CPS	1229	1199	30
	200 Mesh 3500 CPS	1154	1124	30
Guargum Meal	40%	380	366	14
	50%	441	426	14
Prices in \$/MT				

Guar Seed Weekly Average Prices:					
Commodity	District	Centre	Weekly Prices (Average) (Rs/Qtl)		Change
Guar Seed			23rd to 29th Apr.16	15th to 22nd Apr.16	
Rajasthan	Jodhpur	Jodhpur (Loose)	3479	3163	317
		Jodhpur(Delivery)	3629	3313	317
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3325	3275	50
		Sri-Ganganagar (Delivery)	3483	3375	108
		Rawla (Loose)	3319	3218	102
		Gharsana (Loose)	3317	3243	74
		Raisinghnagar (Loose)	3358	3248	111
	Bikaner	Bikaner (Loose)	3350	3258	93
		Bikaner (Delivery)	3500	3406	94
		Nokha(Loose)	3282	3243	39
		Nokha (Delivery)	3400	3359	41
		Khajuwala (Loose)	3355	3277	78
		Khajuwala (Delivery)	3489	3408	81
		Lunkaransar (Loose)	3300	3242	58
	Hanumangarh	Hanumangarh (Loose)	3141	NA	-
		Hanumangarh (Delivery)	3291	NA	-

		Nohar (Loose)	3310	3252	58
		Pilibanga (Loose)	3339	3174	165
	Nagaur	Nagaur (Loose)	3192	3213	-21
	Churu	Churu (Delivery)	3425	3375	50
	Alwar	Alwar (Loose)	3250	3217	33
Haryana	Hisar	Adampur (Loose)	3379	3372	8
		Adampur (Delivery)	3529	3522	8
	Bhiwani	Bhiwani (Delivery)	3522	3438	84
		Siwani (Loose)	3454	3413	41
	Sirsa	Sirsa (Loose)	3338	3275	63
		Dhabwali (Loose)	NA	3192	-
		Dhabwali (Delivery)	NA	3342	-
		Ellanabad (Loose)	NA	3233	-
	Fatehabad	Fatehabad (Loose)	3600	3375	225
Gujarat	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	3244	3080	164
	Rajkot	Rajkot (Loose)	3508	3203	306
	Jamnagar	Dhrol (Loose)	3315	3140	175
Madhya pradesh	Gwalior	Dabra (Loose)	3533	3450	83
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	6171	5933	238
	Alwar	Alwar	6192	5967	225
	Hanumangarh	Nohar	6117	5917	200
Haryana	Bhiwani	Bhiwani	6145	5858	287
	Sirsa	Sirsa	6192	5933	258
		Dhabwali	NA	5967	-
		Ellanabad	NA	5933	-
	Fatehabad	Fatehabad	6000	5933	67

Week on Week Price: Scenario of Guarseed and Guargum:						
Commodity	District	Centre	Today	Week Ago	Month Ago	Year Ago
Guar Seed			29-Apr-16	22-Apr-16	29-Mar-16	29-Apr-15
Rajasthan	Jodhpur	Jodhpur (Loose)	3475	3300	3200	4700
		Jodhpur(Delivery)	3625	3450	3350	4900
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3350	3300	3000	5000
		Sri-Ganganagar (Delivery)	3450	3400	3070	5200
		Rawla (Loose)	3260	3235	2960	NA

		Gharsana (Loose)	3200	3275	3010	NA
		Raisinghnagar (Loose)	3300	3325	2980	NA
	Bikaner	Bikaner (Loose)	3325	3300	3050	4750
		Bikaner (Delivery)	3475	3450	3200	4950
		Nokha(Loose)	3250	3300	3040	4580
		Nokha (Delivery)	3367	3419	3149	4745
		Khajuwala (Loose)	3300	3300	3030	4770
		Khajuwala (Delivery)	3432	3432	3151	4961
		Lunkaransar (Loose)	3250	3250	3010	NA
	Hanumangarh	Hanumangarh (Loose)	3150	NA	3000	NA
		Hanumangarh (Delivery)	3300	NA	3150	NA
		Nohar (Loose)	3250	3300	3015	NA
		Pilibanga (Loose)	3250	3275	2970	NA
	Nagaur	Nagaur (Loose)	3200	3250	2900	4750
	Churu	Churu (Delivery)	3400	3500	3150	4800
	Alwar	Alwar (Loose)	3200	3300	2950	4600
Haryana	Hisar	Adampur (Loose)	3300	3350	3060	4900
		Adampur (Delivery)	3450	3500	3210	5100
	Bhiwani	Bhiwani (Delivery)	3450	3500	3150	4800
		Siwani (Loose)	3400	3475	3135	5000
	Sirsa	Sirsa (Loose)	3250	3500	3050	4750
		Dhabwali (Loose)	NA	NA	2950	NA
		Dhabwali (Delivery)	NA	NA	3100	NA
		Ellanabad (Loose)	NA	3276	3000	4800
	Fatehabad	Fatehabad (Loose)	NA	3550	2900	NA
Gujarat	Banaskantha	Deesa (Loose)	NA	NA	4000	NA
	Patan	Patan (Loose)	3215	3050	2850	4505
	Rajkot	Rajkot (Loose)	3335	3175	2820	4690
	Jamnagar	Dhrol (Loose)	3285	NA	2620	4835
Madhya pradesh	Gwalior	Dabra (Loose)	3500	3500	3200	NA
Guar Gum						
Rajasthan	Jodhpur	Jodhpur	6100	6000	5600	12100
	Alwar	Alwar	6150	6200	5600	11800
	Hanumangarh	Nohar	6200	6000	5800	NA
Haryana	Bhiwani	Bhiwani	6000	6000	5800	10200
	Sirsa	Sirsa	6150	6000	5540	12000
		Dhabwali	NA	NA	5700	NA
		Ellanabad	NA	6100	5700	11800
	Fatehabad	Fatehabad	NA	6000	5600	NA

Guar Cumulative Arrivals in Key Centers:					
Commodity	District	Centre	Weekly Arrivals (Quintals)		Change
Guar Seed			23rd to 29th Apr.16	15th to 22nd Apr.16	
Rajasthan	Jodhpur	Jodhpur	1275	912	363
	Sri-Ganganagar	Sri-Ganganagar	2000	1800	200
		Rawla	1600	2200	-600
		Gharsana	1050	1300	-250
		Raisinghnagar	1150	1050	100
	Bikaner	Bikaner	3600	2900	700
		Nokha	1500	1350	150
		Khajuwala	3300	3700	-400
		Lunkaransar	1750	1500	250
	Hanumangarh	Hanumangarh	82	NA	-
		Nohar	2000	3400	-1400
		Pilibanga	713	535	178
	Nagaur	Nagaur	950	950	Unch
	Churu	Churu	5400	4400	1000
	Alwar	Alwar	2900	2600	300
Haryana	Hisar	Adampur	2100	1100	1000
	Bhiwani	Bhiwani	5800	3900	1900
		Siwani	4900	6800	-1900
	Sirsa	Sirsa	140	300	-160
		Dhabwali	NA	120	-
		Ellanabad	NA	130	-
	Fatehabad	Fatehabad	20	280	-260
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	405	175	230
	Rajkot	Rajkot	2755	2686	69
	Jamnagar	Dhrol	47	3	44
Madhya pradesh	Gwalior	Dabra	500	550	-50
Total Arrivals/Above Markets			45937	44641	1296



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