

Domestic Fundamentals:

- *The number of rigs drilling for oil in US as on 3rd June'16 has increased by 4 to 408 and drilled uncompleted wells in US alone are around 4000. Therefore with increasing rig count in US accompanied with low are sowed and carry over stock of less than one million metric tonnes, prices of guar gum are expected to remain firm in the coming week as guar gum is used in hydraulic fracturing.*
- *According to IBIS (provisional data) for first week of June, Export of all guar seed products i.e. powder, Split and meal has decreased as compared to last week. India has exported 3690 metric tonnes of guar gum powder, 1562 metric tonnes of guar split at an average fob of \$926.27/tonne and 1009 metric tonnes of guar meal at an average fob of \$498.08/tonne. The main countries to which guar seed products were exported are USA, Germany and china.*
- *According to IBIS (provisional data) for May, Export of guar seed products i.e. powder, Split and meal has fallen by 1140.25 metric tonnes as compared to last month. India has exported 12815.2 metric tonnes of guar gum powder, 3811 metric tonnes of guar split and 5452.79 metric tonnes of guar meal in the month of May.*
- *Export demand of guar seed since January 2015-16 has been low as compared to export demand last year. Guar is sown in 40 lakh hectares in India and Key guar sowing states are Rajasthan, Haryana and Gujarat. All three states are seeing a dip in guar acreage by 20-25% as farmers are shifting to other remunerative crops like pulses and cotton*
- *According to trade sources, guar stock of around 2.5 lakh quintals is in lunkaransar region, which is higher as compared to last year stock of around 1.25 lakh quintals. Currently the prices of guar are moving range bound, if the prices go up traders may sell their stock at high, which in turn may pressurize prices to move down.*
- *According to the ministry of commerce and industry, guar gum worth Rs 234.17 crores has been exported in the month of April for financial year 2016-17 as compared to Rs 373.02 crores in financial year 2015-16 for the same month. Guar gum is used in hydraulic fracturing for extracting oil and gas, therefore as the prices of crude oil crashed demand for guar gum also declined.*
- *Decline in export demand for guar gum accompanied with higher stocks of guar seed of major producing states, prices for both guar seed and guar gum have dropped to lowest level in last five years. For Jodhpur mandi prices of both guar seed and guar gum have declined and are moving near 5100/Qtl and 3100/Qtl respectively.*

Outlook: Prices are likely to move from range bound to firm .



Guar Seed 10Mt

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
June-16	1	3125	3156	3088	3111	27410	8,940	6800	-8,990
July-16	5	3172	3209	3135	3164	132960	54,870	77580	7,620

Guar Gum

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
June-16	190	5460	5680	5410	5660	8815	2,411	4776	-3,325
July-16	180	5570	5800	5510	5760	31252	11,740	38507	4,337

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	10-June-16	10-June-16	10-June-16	6-June-16
Bikaner	18267	0	18267	18267
Deesa	2991	360	3351	2701
Sri Ganganagar	7919	0	7919	7919
Jodhpur	1459	0	1459	1459
Nokha	30	0	30	30

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	10-June-16	10-June-16	10-June-16	6-June-16
Deesa	322	0	322	322
Bikaner	5553	20	5573	5434
Jodhpur	15490	255	15745	15692
Nokha	3156	0	3156	3435
Sri Ganganagar	12722	60	12782	12593

Churi and Korma Prices: As On 11.June, 2016

Commodity	Center	Rs/75kg
Churi	Jodhpur	1550
Korma	Jodhpur	1925
Churi	Sri Ganganagar	1600
Korma	Sri Ganganagar	2000

Guar Export Prices: As On 11.June, 2016

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		55	821
Guargum Powder	200 Mesh 5000 CPS	75	1120
	200 Mesh 3500 CPS	70	1045
Guargum Meal	Meal 40%	22	329
	Meal 50%	29	433

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			11-Jun-16	10-Jun-16	
Rajasthan	Jodhpur	Jodhpur (Loose)	3200	3200	Unch
		Jodhpur(Delivery)	3350	3350	Unch
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3100	3100	Unch
		Sri-Ganganagar (Delivery)	3250	3250	Unch
		Rawla (Loose)	2960	2960	Unch
		Gharsana (Loose)	2980	2950	30
		Raisinghnagar (Loose)	3025	3050	-25
	Bikaner	Bikaner (Loose)	3015	3000	15
		Bikaner (Delivery)	3165	3150	15
		Nokha(Loose)	3000	3000	Unch
		Nokha (Delivery)	3108	3108	Unch
		Khajuwala (Loose)	2970	2950	20
		Khajuwala (Delivery)	3089	3068	21
		Lunkaransar (Loose)	NR	3000	-
	Hanumangarh	Hanumangarh (Loose)	NA	2945	-
		Hanumangarh (Delivery)	NA	3095	-
		Nohar (Loose)	3000	3000	Unch
		Pilibanga (Loose)	3000	2900	100
	Nagaur	Nagaur (Loose)	2950	3100	-150
	Churu	Churu (Delivery)	3150	3150	Unch
	Alwar	Alwar (Loose)	3000	3000	Unch
Haryana	Hisar	Adampur (Loose)	3070	3100	-30
		Adampur (Delivery)	3220	3250	-30
	Bhiwani	Bhiwani (Delivery)	NR	3150	-
		Siwani (Loose)	3100	3100	Unch
	Sirsa	Sirsa (Loose)	3025	3000	25
		Dhabwali (Loose)	NR	3000	-
		Dhabwali (Delivery)	NR	3150	-

		Ellanabad (Loose)	NR	3040	-
	Fatehabad	Fatehabad (Loose)	NR	3100	-
Gujarat	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	2970	2870	100
	Rajkot	Rajkot (Loose)	2925	3020	-95
	Jamnagar	Dhrol (Loose)	NA	2810	-
Madhya pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	5800	5700	100
	Alwar	Alwar	5700	5600	100
	Hanumangarh	Nohar	5700	5400	300
Haryana	Bhiwani	Bhiwani	NR	5500	-
	Sirsa	Sirsa	5850	5650	200
		Dhabwali	NR	5550	-
		Ellanabad	NR	5550	-
	Fatehabad	Fatehabad	NR	5700	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			11-Jun-16	10-Jun-16	
Rajasthan	Jodhpur	Jodhpur	108	30	78
	Sri-Ganganagar	Sri-Ganganagar	500	500	Unch
		Rawla	200	250	-50
		Gharsana	200	200	Unch
		Raisinghnagar	1000	1000	Unch
		Bikaner	1000	1000	Unch
	Bikaner	Nokha	250	200	50
		Khajuwala	800	1000	-200
		Lunkaransar	NR	400	-
		Hanumangarh	Hanumangarh	NA	225
	Nohar		600	800	-200
	Pilibanga		100	218	-118
	Nagaur	Nagaur	200	150	50
	Churu	Churu	1000	900	100
	Alwar	Alwar	500	400	100
Haryana	Hisar	Adampur	700	700	Unch
	Bhiwani	Bhiwani	NR	5000	-
		Siwani	700	800	-100
	Sirsa	Sirsa	400	400	Unch



		Dhabwali	NR	100	-
		Ellanabad	NR	200	-
	Fatehabad	Fatehabad	NR	10	-
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	50	54	-4
	Rajkot	Rajkot	350	400	-50
	Jamnagar	Dhrol	NA	4	-
Madhya pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			8658	14941	-6283

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