

Domestic Fundamentals:

- Mostly firm sentiments reported among major spot markets on Saturday amid lower arrivals.
- All India weekly average prices decreased by 4.09 percent to Rs. 3216.87 per quintal during the week ended 23rd May 2017. Guar seed average price were ruling at Rs 3354.01 per quintal during 09-15 May 2017. As compared to prices in the week 16-23 May 2016, the prices are firm by 16.15 percent. Prices are expected to remain range bound to slightly weak in coming days.
- Haryana has reduced its sowing target of guar to 3 lakh hectares down by around 1 lakh hectares. Normally Haryana sows 4.09 lakh hectares of guar but due to low prices in the last two years, farmers have shifted their interest to cotton in hope of better prices as MSP cotton can be increased by Rs. 160 per quintal. In Haryana, around sixty percent (3.81 lakh hectares) cotton area has been sowed in the last three weeks and if the sowing crosses the target area of government (6.35 lakh hectares) guar area is bound to fall in the upcoming season.
- Monsoon is likely to arrive early this year and is expected to hit south Kerala coast on 30th May'17, early by around two days. Furthermore India may receive higher monsoon rainfall this year compared to previous forecast as probability of El Nino has been reduced. Monsoon rains which arrive in Andaman & Nicobar around May 20th have already reached on 14th May, around six days ahead of schedule.
- As per data released by Baker Hughes the number of oil rigs in USA has increased to 901 until 19th May up by 16 compared to last week and by 497 compared to 20th May 2016. Guar gum is used in hydraulic fracturing for extracting oil and gas; therefore, as the number of oil rigs is increasing demand for guar gum is also expected to increase. The number of oil rigs is expected to increase further in coming months which will provide support to guar gum prices.
- As per latest update for the month of February, Export of guar seed products i.e. powder, Split and meal has increased by 4615 metric tonnes compared to last month. India has exported 43780 tonnes of guar products in the month of February. Of the total quantity, 27820 tonnes is guar gum powder and the remaining is Guar split (4380 tonnes) and Guar meal (11580 tonnes).
- As per market sources, in the month of March 2017 India has exported around 56000 tonnes of guar gum compared to around 28000 tonnes last year for the same month. In fiscal year 2016-17, around 4.23 lakh tonnes of guar gum has been exported compared to 3.25 lakh tonnes in 2015-16. Guar gum is used in hydraulic fracturing for extracting oil and gas; therefore as the number of oil rigs is increasing demand for guar gum is also expected to increase further.
- According to third advance estimate issued by Gujarat's department of agriculture for guar seed the area, production and yield are 352000 hectares, 242000 tonnes and 687 kg/hectare

respectively compared to final advance estimate issued in December the area, production and yield has been increased by 43000 hectares, 85000 tonnes and 56 kg/hectare.

- According to third advance estimate for 2016-17 issued by Rajasthan's Department of Agriculture for Guar seed the area, production and yield are 3530007 hectares, 1404819 tonnes and 398 kg/hectare respectively. As compared to first advance estimate for 2016-17, the area, production and yield have decreased by 46932 hectares, 557605 tonnes and 151 kg/hectare respectively.

Outlook: Prices are likely to move range bound to weak in coming days.

Guar Seed 10MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
June-17	31	3481	3560	3470	3538	69830	-20	59970	-4,260
July-17	25	3503	3610	3500	3591	24930	6,030	36890	4,020

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
June-17	113	7530	7705	7460	7673	18275	2,645	34575	-3,145
July-17	100	7658	7854	7605	7813	8275	1,660	21785	2,685

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	26-May-17	26-May-17	26-May-17	22-May-17
Bikaner	4054	0	4054	4114
Deesa	12409	70	12479	12359
Sri Ganganagar	3090	0	3090	3109
Jodhpur	269	0	269	269
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	26-May-17	26-May-17	26-May-17	22-May-17
Deesa	20	0	20	20
Bikaner	7686	0	7686	7811
Jodhpur	9753	50	9803	9763
Nokha	8465	30	8495	8670
Sri Ganganagar	2508	0	2508	2837

Churi and Korma Prices: As On 27th May, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1500
Korma	Jodhpur	1838
Churi	Sri Ganganagar	1256
Korma	Sri Ganganagar	1613

Guar Export Prices: As On 27th May, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		78	1209
Guargum Powder	200 Mesh 5000 CPS	98	1518
	200 Mesh 3500 CPS	93	1441
Guargum Meal	Meal 40%	20	310
	Meal 50%	25	387

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			27-May-17	26-May-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3625	3600	25
		Jodhpur(Delivery)	3775	3750	25
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3500	3500	Unch
		Sri-Ganganagar (Delivery)	3650	3650	Unch
		Rawla (Loose)	3400	3400	Unch
		Gharsana (Loose)	3380	3300	80
		Raisinghnagar (Loose)	3420	3400	20
	Bikaner	Bikaner (Loose)	3370	3370	Unch
		Bikaner (Delivery)	3520	3520	Unch
		Nokha(Loose)	3380	3300	80
		Nokha (Delivery)	3502	3419	83
		Khajuwala (Loose)	3490	3400	90
		Khajuwala (Delivery)	3630	3536	94
		Lunkaransar (Loose)	3400	3400	Unch
	Hanumangarh	Hanumangarh (Loose)	3496	3416	80
		Hanumangarh (Delivery)	3646	3566	80
		Nohar (Loose)	3550	3450	100
		Pilibanga (Loose)	3450	3450	Unch
	Nagaur	Nagaur (Loose)	3300	3300	Unch
	Churu	Churu (Delivery)	3550	3500	50
	Alwar	Alwar (Loose)	3300	3300	Unch

Haryana	Hisar	Adampur (Loose)	3400	3410	-10
		Adampur (Delivery)	3550	3560	-10
	Bhiwani	Bhiwani (Delivery)	3570	3500	70
		Siwani (Loose)	3550	3500	50
	Sirsa	Sirsa (Loose)	3435	3440	-5
		Dhabwali (Loose)	3400	3350	50
		Dhabwali (Delivery)	3550	3500	50
		Ellanabad (Loose)	3400	3400	Unch
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	NA	3250	-
	Patan	Patan (Loose)	3375	3365	10
	Rajkot	Rajkot (Loose)	3300	3300	Unch
	Jamnagar	Dhrol (Loose)	2955	3120	-165
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7800	7650	150
	Alwar	Alwar	7800	7600	200
	Hanumangarh	Nohar	7800	7700	100
Haryana	Bhiwani	Bhiwani	7800	7600	200
	Sirsa	Sirsa	7800	7650	150
		Dhabwali	7600	7500	100
		Ellanabad	7800	7750	50
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			27-May-17	26-May-17	
Rajasthan	Jodhpur	Jodhpur	131	61	70
	Sri-Ganganagar	Sri-Ganganagar	300	300	Unch
		Rawla	200	400	-200
		Gharsana	60	80	-20
		Raisinghnagar	300	200	100
	Bikaner	Bikaner	200	200	Unch
		Nokha	150	400	-250
		Khajuwala	200	300	-100
		Lunkaransar	200	200	Unch
	Hanumangarh	Hanumangarh	70	135	-65
		Nohar	800	1000	-200
		Pilibanga	150	300	-150

	Nagaur	Nagaur	150	400	-250
	Churu	Churu	500	500	Unch
	Alwar	Alwar	200	200	Unch
Haryana	Hisar	Adampur	200	900	-700
	Bhiwani	Bhiwani	800	1500	-700
		Siwani	500	500	Unch
	Sirsa	Sirsa	400	800	-400
		Dhabwali	100	50	50
		Ellanabad	200	200	Unch
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	NA	300	-
	Patan	Patan	50	23	27
	Rajkot	Rajkot	100	80	20
	Jamnagar	Dhrol	1	5	-4
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			5962	9034	-3072

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