

Domestic Fundamentals:

- Mostly weak sentiments reported among major spot markets on Monday amid higher 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	-108	3546	3546	3400	3430	70620	790	56410	-3,560
July-17	-108	3583	3589	3457	3583	29110	4,180	40410	3,520

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
June-17	-263	7640	7680	7367	7410	18325	50	30710	-3,865
July-17	-263	7800	7819	7501	7550	11960	3,685	26335	4,550

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	27-May-17	27-May-17	27-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
	27-May-17	27-May-17	27-May-17	22-May-17
Deesa	20	0	20	20
Bikaner	7686	0	7686	7811
Jodhpur	9743	20	9763	9763
Nokha	8465	30	8495	8670
Sri Ganganagar	2508	0	2508	2837

Churi and Korma Prices: As On 29th 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 29th May, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		78	1208
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			29-May-17	27-May-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3610	3625	-15
		Jodhpur(Delivery)	3760	3775	-15
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3500	3500	Unch
		Sri-Ganganagar (Delivery)	3650	3650	Unch
		Rawla (Loose)	3460	3400	60
		Gharsana (Loose)	3400	3380	20
		Raisinghnagar (Loose)	3410	3420	-10
	Bikaner	Bikaner (Loose)	3325	3370	-45
		Bikaner (Delivery)	3475	3520	-45
		Nokha(Loose)	3350	3380	-30
		Nokha (Delivery)	3471	3502	-31
		Khajuwala (Loose)	3450	3490	-40
		Khajuwala (Delivery)	3588	3630	-42
		Lunkaransar (Loose)	3350	3400	-50
	Hanumangarh	Hanumangarh (Loose)	3496	3496	Unch
		Hanumangarh (Delivery)	3646	3646	Unch
		Nohar (Loose)	3400	3550	-150
		Pilibanga (Loose)	NA	3450	-
	Nagaur	Nagaur (Loose)	3350	3300	50
	Churu	Churu (Delivery)	3550	3550	Unch

	Alwar	Alwar (Loose)	3300	3300	Unch
Haryana	Hisar	Adampur (Loose)	3425	3400	25
		Adampur (Delivery)	3575	3550	25
	Bhiwani	Bhiwani (Delivery)	3550	3570	-20
		Siwani (Loose)	3475	3550	-75
	Sirsa	Sirsa (Loose)	3400	3435	-35
		Dhabwali (Loose)	3300	3400	-100
		Dhabwali (Delivery)	3450	3550	-100
		Ellanabad (Loose)	3300	3400	-100
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	3400	3375	25
	Rajkot	Rajkot (Loose)	3350	3300	50
	Jamnagar	Dhrol (Loose)	NA	2955	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7700	7800	-100
	Alwar	Alwar	7800	7800	Unch
	Hanumangarh	Nohar	7500	7800	-300
Haryana	Bhiwani	Bhiwani	7850	7800	50
	Sirsa	Sirsa	7600	7800	-200
		Dhabwali	7400	7600	-200
		Ellanabad	7500	7800	-300
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			29-May-17	27-May-17	
Rajasthan	Jodhpur	Jodhpur	12	131	-119
	Sri-Ganganagar	Sri-Ganganagar	300	300	Unch
		Rawla	250	200	50
		Gharsana	50	60	-10
		Raisinghnagar	150	300	-150
	Bikaner	Bikaner	250	200	50
		Nokha	250	150	100
		Khajuwala	200	200	Unch
		Lunkaransar	700	200	500
	Hanumangarh	Hanumangarh	70	70	Unch
		Nohar	1200	800	400

		Pilibanga	NA	150	-
	Nagaur	Nagaur	350	150	200
	Churu	Churu	500	500	Unch
	Alwar	Alwar	200	200	Unch
Haryana	Hisar	Adampur	800	200	600
	Bhiwani	Bhiwani	1500	800	700
		Siwani	500	500	Unch
	Sirsa	Sirsa	500	400	100
		Dhabwali	200	100	100
		Ellanabad	150	200	-50
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	67	50	17
	Rajkot	Rajkot	100	100	Unch
	Jamnagar	Dhrol	NA	1	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			8299	5962	2337

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