

Domestic Fundamentals:

- Mostly weak sentiments reported among major spot markets on Tuesday 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	+6	3427	3461	3394	3433	69630	-990	46850	-9,560
July-17	+11	3483	3521	3449	3491	44740	15,630	47440	7,030

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
June-17	+11	7412	7496	7331	7407	17940	-385	25100	-5,610
July-17	+23	7550	7640	7470	7555	14205	2,245	31650	5,315

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	29-May-17	29-May-17	29-May-17	29-May-17
Bikaner	4054	0	4054	4054
Deesa	12409	110	12519	12409
Sri Ganganagar	3090	0	3090	3090
Jodhpur	269	0	269	269
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	29-May-17	29-May-17	29-May-17	29-May-17
Deesa	20	0	20	20
Bikaner	7686	20	7706	7686
Jodhpur	9693	0	9693	9693
Nokha	8495	0	8495	8495
Sri Ganganagar	2508	0	2508	2508

Churi and Korma Prices: As On 30th 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 30th May, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		78	1207
Guargum Powder	200 Mesh 5000 CPS	98	1516
	200 Mesh 3500 CPS	93	1439
Guargum Meal	Meal 40%	20	309
	Meal 50%	25	387

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			30-May-17	29-May-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3550	3610	-60
		Jodhpur(Delivery)	3700	3760	-60
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3435	3500	-65
		Sri-Ganganagar (Delivery)	3585	3650	-65
		Rawla (Loose)	3440	3460	-20
		Gharsana (Loose)	3325	3400	-75
		Raisinghnagar (Loose)	3330	3410	-80
	Bikaner	Bikaner (Loose)	3260	3325	-65
		Bikaner (Delivery)	3410	3475	-65
		Nokha(Loose)	3300	3350	-50
		Nokha (Delivery)	3419	3471	-52
		Khajuwala (Loose)	3350	3450	-100
		Khajuwala (Delivery)	3484	3588	-104
		Lunkaransar (Loose)	3300	3350	-50
	Hanumangarh	Hanumangarh (Loose)	3484	3496	-12
		Hanumangarh (Delivery)	3634	3646	-12
		Nohar (Loose)	3380	3400	-20
		Pilibanga (Loose)	3250	NA	-
	Nagaur	Nagaur (Loose)	3200	3350	-150
	Churu	Churu (Delivery)	3450	3550	-100

	Alwar	Alwar (Loose)	3200	3300	-100
Haryana	Hisar	Adampur (Loose)	3360	3425	-65
		Adampur (Delivery)	3510	3575	-65
	Bhiwani	Bhiwani (Delivery)	3400	3550	-150
		Siwani (Loose)	3400	3475	-75
	Sirsa	Sirsa (Loose)	3380	3400	-20
		Dhabwali (Loose)	3250	3300	-50
		Dhabwali (Delivery)	3400	3450	-50
		Ellanabad (Loose)	3250	3300	-50
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	3300	3400	-100
	Rajkot	Rajkot (Loose)	3250	3350	-100
	Jamnagar	Dhrol (Loose)	3030	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7500	7700	-200
	Alwar	Alwar	7600	7800	-200
	Hanumangarh	Nohar	7400	7500	-100
Haryana	Bhiwani	Bhiwani	7500	7850	-350
	Sirsa	Sirsa	7600	7600	Unch
		Dhabwali	7400	7400	Unch
		Ellanabad	7500	7500	Unch
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			30-May-17	29-May-17	
Rajasthan	Jodhpur	Jodhpur	50	12	38
	Sri-Ganganagar	Sri-Ganganagar	200	300	-100
		Rawla	300	250	50
		Gharsana	70	50	20
		Raisinghnagar	250	150	100
	Bikaner	Bikaner	70	250	-180
		Nokha	300	250	50
		Khajuwala	300	200	100
		Lunkaransar	700	700	Unch
	Hanumangarh	Hanumangarh	150	70	80
		Nohar	700	1200	-500

		Pilibanga	200	NA	-
	Nagaur	Nagaur	100	350	-250
	Churu	Churu	500	500	Unch
	Alwar	Alwar	100	200	-100
Haryana	Hisar	Adampur	600	800	-200
	Bhiwani	Bhiwani	1000	1500	-500
		Siwani	500	500	Unch
	Sirsa	Sirsa	1000	500	500
		Dhabwali	150	200	-50
		Ellanabad	100	150	-50
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	31	67	-36
	Rajkot	Rajkot	80	100	-20
	Jamnagar	Dhrol	1	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			7452	8299	-847

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