

Domestic Fundamentals:

- *Mixed sentiments reported among major spot markets on Monday amid lower arrivals.*
- *All India weekly average prices decreased by 2.5 percent to Rs. 3136.47 per quintal during the week ended 31st May 2017. Guar seed average price were ruling at Rs 3216.87 per quintal during 16-23 May 2017. As compared to prices in the week 24-31 May 2016, the prices are firm by 13.00 percent. Prices are expected to remain range bound to slightly weak in coming days.*
- *After arriving at the coast of Kerala, Monsoon is likely to reach Mumbai between 7th to 10th June, Patna between 12th to 14th June and Delhi between 20th to 27th June. Punjab and Haryana will witness monsoon during first week of July. IMD has predicted for a normal monsoon this year but farmers should be ready if monsoon weakens after its arrival.*
- *As per data released by Baker Hughes the number of oil rigs in USA has increased to 916 until 02nd June up by 8 compared to last week and by 508 compared to 03rd June 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.*
- *Guar acreage is likely to fall in all major states due to lower prices of guar compared to other crops mainly cotton. As on 01st June progressive procurement of cotton is higher by 53 in Punjab percent and by 24 percent in Haryana compared to last year during the same period. Farmers have shifted their interest from guar to cotton in hope of better price as MSP can be increased by Rs. 160 per quintal.*
- *The wholesale price index of guar seed has increased slightly from 86.6 in March 2017 to 90.3 in April 2017. The WPI for April 2017 is up by 17 compared to last year for the same month and down by 7.9 compared to April 2015.*
- *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 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	-1	3255	3296	3251	3272	19280	-19,320	29530	-3,140
July-17	+2	3342	3363	3315	3336	63950	-13,160	59630	1,720

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
June-17	+99	7099	7167	7061	7152	5250	-4,315	15655	-1,220
July-17	+105	7229	7334	7210	7315	13730	-4,900	38495	1,540

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	3-June-17	3-June-17	3-June-17	29-May-17
Bikaner	4107	0	4107	4054
Deesa	12657	30	12687	12409
Sri Ganganagar	3039	0	3039	3090
Jodhpur	249	0	249	269
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	3-June-17	3-June-17	3-June-17	29-May-17
Deesa	20	0	20	20
Bikaner	7323	35	7358	7686
Jodhpur	9266	0	9266	9693
Nokha	8574	100	8674	8495
Sri Ganganagar	2332	0	2332	2508

Churi and Korma Prices: As On 5th June, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1380
Korma	Jodhpur	1800
Churi	Sri Ganganagar	1200
Korma	Sri Ganganagar	1538

Guar Export Prices: As On 5th June, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		72	1119
Guargum Powder	200 Mesh 5000 CPS	92	1430
	200 Mesh 3500 CPS	87	1352
Guargum Meal	Meal 40%	20	311
	Meal 50%	24	373

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			5-Jun-17	3-Jun-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3400	3350	50
		Jodhpur(Delivery)	3550	3500	50
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3250	3250	Unch
		Sri-Ganganagar (Delivery)	3400	3400	Unch
		Rawla (Loose)	3220	3220	Unch
		Gharsana (Loose)	3150	3200	-50
		Raisinghnagar (Loose)	3200	3200	Unch
	Bikaner	Bikaner (Loose)	Closed	3250	-
		Bikaner (Delivery)	Closed	3400	-
		Nokha(Loose)	3260	3200	60
		Nokha (Delivery)	3377	3315	62
		Khajuwala (Loose)	3200	3200	Unch
		Khajuwala (Delivery)	3328	3328	Unch
		Lunkaransar (Loose)	3100	3200	-100
	Hanumangarh	Hanumangarh (Loose)	3355	3355	Unch
		Hanumangarh (Delivery)	3505	3505	Unch
		Nohar (Loose)	3300	3250	50
		Pilibanga (Loose)	3220	3220	Unch
	Nagaur	Nagaur (Loose)	3200	3100	100
	Churu	Churu (Delivery)	3400	3400	Unch
	Alwar	Alwar (Loose)	3200	3200	Unch

Haryana	Hisar	Adampur (Loose)	3280	3280	Unch
		Adampur (Delivery)	3430	3430	Unch
	Bhiwani	Bhiwani (Delivery)	3300	3300	Unch
		Siwani (Loose)	3280	3280	Unch
	Sirsa	Sirsa (Loose)	3240	3200	40
		Dhabwali (Loose)	3150	3250	-100
		Dhabwali (Delivery)	3300	3400	-100
		Ellanabad (Loose)	3125	3150	-25
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3200	3125	75
	Patan	Patan (Loose)	3150	3175	-25
	Rajkot	Rajkot (Loose)	3125	3125	Unch
	Jamnagar	Dhrol (Loose)	NA	3115	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7300	7200	100
	Alwar	Alwar	7400	7400	Unch
	Hanumangarh	Nohar	7300	7400	-100
Haryana	Bhiwani	Bhiwani	7350	7400	-50
	Sirsa	Sirsa	7300	7200	100
		Dhabwali	7300	7200	100
		Ellanabad	7300	7300	Unch
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			5-Jun-17	3-Jun-17	
Rajasthan	Jodhpur	Jodhpur	75	79	-4
	Sri-Ganganagar	Sri-Ganganagar	500	800	-300
		Rawla	100	100	Unch
		Gharsana	50	80	-30
		Raisinghnagar	150	200	-50
	Bikaner	Bikaner	Closed	350	-
		Nokha	350	400	-50
		Khajuwala	150	100	50
		Lunkaransar	100	700	-600
	Hanumangarh	Hanumangarh	NA	44	-
		Nohar	1000	300	700
		Pilibanga	NA	350	-

	Nagaur	Nagaur	150	250	-100
	Churu	Churu	500	500	Unch
	Alwar	Alwar	100	100	Unch
Haryana	Hisar	Adampur	500	500	Unch
	Bhiwani	Bhiwani	800	2000	-1200
		Siwani	500	600	-100
	Sirsa	Sirsa	800	300	500
		Dhabwali	200	100	100
		Ellanabad	40	150	-110
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	170	125	45
	Patan	Patan	44	29	15
	Rajkot	Rajkot	NA	80	-
	Jamnagar	Dhrol	NA	14	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			6279	8251	-1972

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