

Domestic Fundamentals:

- Mostly weak sentiments reported among major spot markets on Thursday amid lower arrivals.
- As per IMD, India's monsoon rains are expected to reach 98 percent of the long term average higher by 2 percent points compared to its previous forecast. A weak El Nino is likely to develop during second half of the year. Monsoon is also likely to receive a boost from Indian Ocean dipole (IOD) as weak positive IOD conditions are likely to develop during monsoon season.
- 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 oilrigs is increasing demand for guar gum is also expected to increase. The number of oilrigs is expected to increase further in coming months, which will provide support to guar gum prices.
- 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.
- 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	11	3183	3241	3172	3221	18220	-160	16630	-5,600
July-17	16	3261	3316	3235	3292	80160	3,970	67180	890

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
June-17	-109	7001	7054	6914	6968	5465	155	8940	-1,940
July-17	-121	7216	7220	7085	7130	21075	5,515	43890	2,065

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	07-June-17	07-June-17	07-June-17	05-June-17
Bikaner	4054	0	4054	4055
Deesa	12520	50	12570	9461
Sri Ganganagar	2700	0	2700	2908
Jodhpur	249	0	249	249
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	07-June-17	07-June-17	07-June-17	05-June-17
Deesa	20	0	20	20
Bikaner	7233	20	7253	7257
Jodhpur	8623	0	8623	8887
Nokha	8156	50	8206	8336
Sri Ganganagar	2262	0	2262	2332

Churi and Korma Prices: As On 8th June, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1375
Korma	Jodhpur	1763
Churi	Sri Ganganagar	1275
Korma	Sri Ganganagar	1538

Guar Export Prices: As On 8th June, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		73	1134
Guargum Powder	200 Mesh 5000 CPS	93	1445
	200 Mesh 3500 CPS	88	1368
Guargum Meal	Meal 40%	20	311
	Meal 50%	24	373

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			8-Jun-17	7-Jun-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3400	3400	Unch
		Jodhpur(Delivery)	3550	3550	Unch
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3185	3250	-65
		Sri-Ganganagar (Delivery)	3335	3400	-65
		Rawla (Loose)	3220	3220	Unch
		Gharsana (Loose)	3200	3180	20
		Raisinghnagar (Loose)	3150	3150	Unch
	Bikaner	Bikaner (Loose)	3130	3200	-70
		Bikaner (Delivery)	3280	3350	-70
		Nokha(Loose)	3150	3180	-30
		Nokha (Delivery)	3263	3294	-31
		Khajuwala (Loose)	3200	3220	-20
		Khajuwala (Delivery)	3328	3349	-21
		Lunkaransar (Loose)	3100	3150	-50
	Hanumangarh	Hanumangarh (Loose)	3250	3300	-50
		Hanumangarh (Delivery)	3400	3450	-50
		Nohar (Loose)	3250	3300	-50
		Pilibanga (Loose)	3250	3300	-50
	Nagaur	Nagaur (Loose)	3250	3200	50
	Churu	Churu (Delivery)	3300	3400	-100
	Alwar	Alwar (Loose)	3100	3200	-100
Haryana	Hisar	Adampur (Loose)	3250	3300	-50

	Bhiwani	Adampur (Delivery)	3400	3450	-50
		Bhiwani (Delivery)	3300	3350	-50
		Siwani (Loose)	3280	3300	-20
	Sirsa	Sirsa (Loose)	3200	3240	-40
		Dhabwali (Loose)	3200	3225	-25
		Dhabwali (Delivery)	3350	3375	-25
		Ellanabad (Loose)	3200	3200	Unch
Gujarat	Fatehabad	Fatehabad (Loose)	NR	NR	-
	Banaskantha	Deesa (Loose)	3150	3100	50
	Patan	Patan (Loose)	3175	3155	20
	Rajkot	Rajkot (Loose)	3075	3075	Unch
	Jamnagar	Dhrol (Loose)	2925	2950	-25
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7250	7300	-50
	Alwar	Alwar	7200	7400	-200
	Hanumangarh	Nohar	7400	7600	-200
Haryana	Bhiwani	Bhiwani	7200	7350	-150
	Sirsa	Sirsa	7200	7300	-100
		Dhabwali	7200	7300	-100
		Ellanabad	7200	7300	-100
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			8-Jun-17	7-Jun-17	
Guar Seed	Jodhpur	Jodhpur	35	150	-115
	Sri-Ganganagar	Sri-Ganganagar	75	220	-145
		Rawla	50	100	-50
		Gharsana	50	50	Unch
		Raisinghnagar	125	200	-75
	Bikaner	Bikaner	150	250	-100
		Nokha	150	250	-100
		Khajuwala	200	300	-100
		Lunkaransar	60	100	-40
	Hanumangarh	Hanumangarh	70	60	10
		Nohar	700	900	-200
		Pilibanga	50	200	-150
	Nagaur	Nagaur	175	200	-25

	Churu	Churu	1000	500	500
	Alwar	Alwar	500	100	400
Haryana	Hisar	Adampur	400	300	100
	Bhiwani	Bhiwani	300	400	-100
		Siwani	700	800	-100
	Sirsa	Sirsa	100	250	-150
		Dhabwali	50	100	-50
		Ellanabad	25	60	-35
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	225	200	25
	Patan	Patan	52	34	18
	Rajkot	Rajkot	100	60	40
	Jamnagar	Dhrol	8	6	2
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			5350	5790	-440

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