

Domestic Fundamentals:

- Mostly firm sentiments reported among major spot markets on Monday amid higher arrivals.
- All India weekly average prices decreased by 1.92 percent to Rs. 3076.25 per quintal during the week ended 08th June 2017. Guar seed average price were ruling at Rs 3136.47 per quintal during 24-31 may 2017. As compared to prices in the week 01-08 June 2016, the prices are firm by 4.51 percent. Prices are expected to remain range bound to slightly weak in coming days.
- 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 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 927 until 09th June up by 11 compared to last week and by 513 compared to 10th 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.
- 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.
- 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	+84	3248	3325	3240	3313	9480	-13,180	1560	-4,820
July-17	+68	3300	3390	3300	3366	74460	+1,040	73800	+2,960

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
June-17	+111	6972	7135	6955	7060	5310	-2,490	4205	-1,560
July-17	+91	7170	7301	7135	7216	18680	+220	46720	+385

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	10-June-17	10-June-17	10-June-17	5-June-17
Bikaner	3822	0	3822	4055
Deesa	12539	60	12599	9461
Sri Ganganagar	2700	0	2700	2908
Jodhpur	239	0	239	249
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	10-June-17	10-June-17	10-June-17	05-June-17
Deesa	20	0	20	20
Bikaner	7232	85	7317	7257
Jodhpur	7762	50	7812	8887
Nokha	7717	80	7797	8336
Sri Ganganagar	2167	0	2167	2332

Churi and Korma Prices: As On 12th June, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1430
Korma	Jodhpur	1763
Churi	Sri Ganganagar	1294
Korma	Sri Ganganagar	1575

Guar Export Prices: As On 12th June, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		73	1135
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
			12-Jun-17	10-Jun-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3400	3425	-25
		Jodhpur(Delivery)	3550	3575	-25
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3250	3184	66
		Sri-Ganganagar (Delivery)	3400	3334	66
		Rawla (Loose)	3270	3220	50
		Gharsana (Loose)	3280	NA	-
		Raisinghnagar (Loose)	3280	3220	60
	Bikaner	Bikaner (Loose)	3300	3200	100
		Bikaner (Delivery)	3450	3350	100
		Nokha(Loose)	3260	3150	110
		Nokha (Delivery)	3377	3263	114
		Khajuwala (Loose)	3270	3250	20
		Khajuwala (Delivery)	3401	3380	21
		Lunkaransar (Loose)	3250	3200	50
	Hanumangarh	Hanumangarh (Loose)	3300	3250	50
		Hanumangarh (Delivery)	3450	3400	50
		Nohar (Loose)	3350	3275	75
		Pilibanga (Loose)	3250	3130	120
	Nagaur	Nagaur (Loose)	3300	3250	50
	Churu	Churu (Delivery)	3350	3300	50
	Alwar	Alwar (Loose)	3200	3100	100

Haryana	Hisar	Adampur (Loose)	3325	3310	15
		Adampur (Delivery)	3475	3460	15
	Bhiwani	Bhiwani (Delivery)	3425	3300	125
		Siwani (Loose)	3400	3325	75
	Sirsa	Sirsa (Loose)	3350	3225	125
		Dhabwali (Loose)	3325	3225	100
		Dhabwali (Delivery)	3475	3375	100
		Ellanabad (Loose)	3300	3220	80
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3200	3175	25
	Patan	Patan (Loose)	3150	3140	10
	Rajkot	Rajkot (Loose)	3090	3045	45
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	Closed	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7300	7200	100
	Alwar	Alwar	7300	7200	100
	Hanumangarh	Nohar	7300	7300	Unch
Haryana	Bhiwani	Bhiwani	7200	7000	200
	Sirsa	Sirsa	7350	7150	200
		Dhabwali	7400	7250	150
		Ellanabad	7400	7150	250
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			12-Jun-17	10-Jun-17	
Rajasthan	Jodhpur	Jodhpur	44	51	-7
	Sri-Ganganagar	Sri-Ganganagar	100	138	-38
		Rawla	50	40	10
		Gharsana	300	NA	-
		Raisinghnagar	300	150	150
	Bikaner	Bikaner	200	30	170
		Nokha	250	400	-150
		Khajuwala	300	250	50
		Lunkaransar	200	200	Unch
	Hanumangarh	Hanumangarh	50	55	-5
		Nohar	1000	1500	-500
		Pilibanga	150	200	-50

	Nagaur	Nagaur	80	100	-20
	Churu	Churu	1000	1000	Unch
	Alwar	Alwar	500	500	Unch
Haryana	Hisar	Adampur	800	400	400
	Bhiwani	Bhiwani	500	400	100
		Siwani	500	500	Unch
	Sirsa	Sirsa	450	150	300
		Dhabwali	250	100	150
		Ellanabad	200	30	170
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	300	180	120
	Patan	Patan	39	24	15
	Rajkot	Rajkot	150	50	100
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	Closed	-
Total Arrivals/Above Markets			7713	6448	1265

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