

Domestic Fundamentals:

- Mostly weak sentiments reported among major spot markets on Wednesday amid lower arrivals.
- As per data released by Baker Hughes the number of oil rigs in USA has increased to 933 until 16th June up by 6 compared to last week and by 509 compared to 17th 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.
- All India weekly average prices increased by 1.99 percent to Rs. 3137.32 per quintal during the week ended 15th June 2017. Guar seed average price were ruling at Rs 3076.25 per quintal during 01-08 June 2017. As compared to prices in the week 09-15 June 2016, the prices are firm by 6.41 percent. Prices are expected to remain range bound to slightly weak in coming days.
- As per market sources, in the month of April 2017 India has exported around 54392 tonnes of guar gum compared to around 23158 tonnes last year for the same month. For financial year 2016-17, India exported around 4.23 lakh tonnes of guar gum have been exported compared to 3.25 lakh tonnes in financial year 2015-16 for the same period. The highest share was of USA followed by Norway and China.
- As per latest update for the month of March, Export of guar seed products i.e. powder, Split and meal has increased by 17678 metric tonnes compared to last month. India has exported 61458 tonnes of guar products in the month of March. Of the total quantity, 40184 tonnes is guar gum powder and the remaining is Guar split (6707 tonnes) and Guar meal (14567 tonnes).
- There is a rumor in the market that GST has been delayed and will be applicable from 01st September'17. However government is keeping a firm stand on this, stating that GST will be applicable from 01st July'17 only and general public should not be misled by such rumors.
- 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.
- 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.

- 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
July-17	-41	3296	3304	3246	3274	88750	2,160	67360	-2,840
Oct-17	-37	3439	3460	3395	3434	17320	10,060	22470	3,690

Guar Gum 5MT									
Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
July-17	-142	7018	7018	6880	6911	18230	-545	40325	-1,650
Oct-17	-140	7368	7400	7282	7319	3955	190	9755	1,855

Guar Seed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	21-June-17	21-June-17	21-June-17	19-June-17
Bikaner	3237	0	3237	3238
Deesa	12145	10	12155	7435
Sri Ganganagar	2322	0	2322	2480
Jodhpur	239	0	239	239
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	21-June-17	21-June-17	21-June-17	19-June-17
Deesa	20	0	20	20
Bikaner	6860	135	6995	6938
Jodhpur	6951	120	7071	6842
Nokha	7414	0	7414	7448
Sri Ganganagar	1552	20	1572	1712

Churi and Korma Prices: As On 22nd June, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1475
Korma	Jodhpur	1800
Churi	Sri Ganganagar	1313
Korma	Sri Ganganagar	1575

Guar Export Prices: As On 22nd June, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		71	1101
Guargum Powder	200 Mesh 5000 CPS	91	1411
	200 Mesh 3500 CPS	86	1334
Guargum Meal	Meal 40%	20	310
	Meal 50%	24	372

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			22-Jun-17	21-Jun-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3375	3400	-25
		Jodhpur(Delivery)	3525	3550	-25
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3200	3250	-50
		Sri-Ganganagar (Delivery)	3350	3400	-50
		Rawla (Loose)	3200	3250	-50
		Gharsana (Loose)	3150	3250	-100
		Raisinghnagar (Loose)	3120	3290	-170
	Bikaner	Bikaner (Loose)	3200	3300	-100
		Bikaner (Delivery)	3350	3450	-100
		Nokha(Loose)	3180	3250	-70
		Nokha (Delivery)	3294	3367	-73
		Khajuwala (Loose)	3160	3240	-80
		Khajuwala (Delivery)	3286	3370	-83
		Lunkaransar (Loose)	3100	3200	-100
	Hanumangarh	Hanumangarh (Loose)	3240	3280	-40
		Hanumangarh (Delivery)	3390	3430	-40
		Nohar (Loose)	3200	3250	-50
		Pilibanga (Loose)	3200	3300	-100
	Nagaur	Nagaur (Loose)	3300	3450	-150
	Churu	Churu (Delivery)	3300	3400	-100

	Alwar	Alwar (Loose)	3100	3200	-100
Haryana	Hisar	Adampur (Loose)	3175	3275	-100
		Adampur (Delivery)	3325	3425	-100
	Bhiwani	Bhiwani (Delivery)	3300	3350	-50
		Siwani (Loose)	3280	3360	-80
	Sirsa	Sirsa (Loose)	3200	3325	-125
		Dhabwali (Loose)	3200	3250	-50
		Dhabwali (Delivery)	3350	3400	-50
		Ellanabad (Loose)	3150	3200	-50
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3125	3200	-75
	Patan	Patan (Loose)	3125	3160	-35
	Rajkot	Rajkot (Loose)	3050	3150	-100
	Jamnagar	Dhrol (Loose)	2920	3015	-95
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7000	7350	-350
	Alwar	Alwar	7000	7200	-200
	Hanumangarh	Nohar	7150	7250	-100
Haryana	Bhiwani	Bhiwani	6800	7100	-300
	Sirsa	Sirsa	7000	7250	-250
		Dhabwali	7100	7200	-100
		Ellanabad	7100	7100	Unch
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			22-Jun-17	21-Jun-17	
Rajasthan	Jodhpur	Jodhpur	10	113	-103
	Sri-Ganganagar	Sri-Ganganagar	200	200	Unch
		Rawla	40	100	-60
		Gharsana	50	100	-50
		Raisinghnagar	75	200	-125
	Bikaner	Bikaner	150	100	50
		Nokha	200	200	Unch
		Khajuwala	200	150	50
		Lunkaransar	200	200	Unch
	Hanumangarh	Hanumangarh	100	65	35
		Nohar	300	500	-200

		Pilibanga	100	100	Unch
	Nagaur	Nagaur	70	50	20
	Churu	Churu	200	1000	-800
	Alwar	Alwar	100	200	-100
Haryana	Hisar	Adampur	100	300	-200
	Bhiwani	Bhiwani	1500	2000	-500
		Siwani	400	700	-300
	Sirsa	Sirsa	500	300	200
		Dhabwali	100	100	Unch
		Ellanabad	50	150	-100
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	250	300	-50
	Patan	Patan	21	45	-24
	Rajkot	Rajkot	50	70	-20
	Jamnagar	Dhrol	3	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			4969	7243	-2274

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