

Domestic Fundamentals:

- Mostly firm sentiments reported among major spot markets on Wednesday amid lower arrivals.
- Guar prices saw an increase in prices on account of fresh positions created by participants, firm trend in spot market and rising export demand. Guar seed July contract increased by Rs 97 and closed at Rs 3352, whereas guar gum July contract increased by Rs 270 and closed at Rs 7021.
- All India weekly average prices decreased by 3.16 percent to Rs. 3038.32 per quintal during the week ended 23rd June 2017. Guar seed average price were ruling at Rs 3137.32 per quintal during 09-15 June 2017. As compared to prices in the week 16-23 June 2016, the prices are firm by 9.82 percent. Prices are expected to remain range bound to slightly weak in coming days.
- The wholesale price index of guar seed has decreased from 90.3 in April 2017 to 84.9 in May 2017. The WPI for May 2017 is higher by 11.6 compared to last year for the same month and lower by 20.5 compared to May 2015.
- 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.
- 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).
- 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	97	3238	3352	3227	3352	89240	23,260	53920	-6,160
Oct-17	102	3399	3522	3399	3522	35410	18,750	34910	4,380

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
July-17	270	6715	7021	6695	7021	22330	6,565	31760	-2,670
Oct-17	275	7156	7462	7151	7450	9340	1,495	19325	2,800

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	27-June-17	27-June-17	27-June-17	26-June-17
Bikaner	2924	0	2924	2925
Deesa	11700	50	11750	11818
Sri Ganganagar	2171	0	2171	2230
Jodhpur	239	0	239	239
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	27-June-17	27-June-17	27-June-17	26-June-17
Deesa	40	0	40	40
Bikaner	6909	110	7019	6854
Jodhpur	6892	129	7021	6842
Nokha	7384	0	7384	7433
Sri Ganganagar	1282	20	1302	1322

Churi and Korma Prices: As On 28th June, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1475
Korma	Jodhpur	1819
Churi	Sri Ganganagar	1275
Korma	Sri Ganganagar	1575

Guar Export Prices: As On 28th June, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		70	1085
Guargum Powder	200 Mesh 5000 CPS	90	1395
	200 Mesh 3500 CPS	85	1317
Guargum Meal	Meal 40%	20	310
	Meal 50%	24	372

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			28-Jun-17	27-Jun-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3400	3375	25
		Jodhpur(Delivery)	3550	3525	25
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3250	3250	Unch
		Sri-Ganganagar (Delivery)	3350	3350	Unch
		Rawla (Loose)	3200	3150	50
		Gharsana (Loose)	3180	3150	30
		Raisinghnagar (Loose)	3200	3125	75
	Bikaner	Bikaner (Loose)	3225	3180	45
		Bikaner (Delivery)	3375	3330	45
		Nokha(Loose)	3175	3150	25
		Nokha (Delivery)	3289	3263	26
		Khajuwala (Loose)	3200	3150	50
		Khajuwala (Delivery)	3328	3276	52
		Lunkaransar (Loose)	3200	3150	50
	Hanumangarh	Hanumangarh (Loose)	3170	3130	40
		Hanumangarh (Delivery)	3320	3280	40
		Nohar (Loose)	3250	3200	50
		Pilibanga (Loose)	3250	3200	50
	Nagaur	Nagaur (Loose)	3200	3250	-50
	Churu	Churu (Delivery)	3300	3300	Unch

	Alwar	Alwar (Loose)	3100	3100	Unch
Haryana	Hisar	Adampur (Loose)	3200	3125	75
		Adampur (Delivery)	3350	3275	75
	Bhiwani	Bhiwani (Delivery)	3400	3350	50
		Siwani (Loose)	3300	3275	25
	Sirsa	Sirsa (Loose)	3270	3235	35
		Dhabwali (Loose)	3200	3150	50
		Dhabwali (Delivery)	3350	3300	50
		Ellanabad (Loose)	3125	3100	25
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3125	3135	-10
	Patan	Patan (Loose)	3155	3135	20
	Rajkot	Rajkot (Loose)	3100	3025	75
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	6900	6800	100
	Alwar	Alwar	7000	7000	Unch
	Hanumangarh	Nohar	7300	7200	100
Haryana	Bhiwani	Bhiwani	7100	7050	50
	Sirsa	Sirsa	6900	6850	50
		Dhabwali	6900	6800	100
		Ellanabad	6900	6800	100
	Fatehabad	Fatehabad	NR	NR	-
		Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			28-Jun-17	27-Jun-17	
Rajasthan	Jodhpur	Jodhpur	80	47	33
	Sri-Ganganagar	Sri-Ganganagar	200	200	Unch
		Rawla	50	50	Unch
		Gharsana	50	40	10
		Raisinghnagar	200	150	50
	Bikaner	Bikaner	200	350	-150
		Nokha	200	200	Unch
		Khajuwala	200	300	-100
		Lunkaransar	300	400	-100
	Hanumangarh	Hanumangarh	70	35	35
		Nohar	400	800	-400

		Pilibanga	60	50	10
	Nagaur	Nagaur	30	80	-50
	Churu	Churu	200	200	Unch
	Alwar	Alwar	100	100	Unch
Haryana	Hisar	Adampur	NA	100	-
	Bhiwani	Bhiwani	1500	2000	-500
		Siwani	800	800	Unch
	Sirsa	Sirsa	400	400	Unch
		Dhabwali	50	50	Unch
		Ellanabad	60	100	-40
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	400	500	-100
	Patan	Patan	23	31	-8
	Rajkot	Rajkot	50	50	Unch
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			5623	7033	-1410

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