

Domestic Fundamentals:

- Mostly firm sentiments reported among major spot market on Tuesday amid lower arrivals.
- Guar May future contract fell by around Rs 350 per quintal in the month of April'18. Market has entered into seasonal downtrend. As of now, guar has breached the support level of Rs 4000 per quintal and a fresh low can be expected in near future. Export demand of guar gum is normal. Gum millers are still expecting prices to rebound and become bullish. The only support prices can get in future is from an aberration in upcoming monsoon or lower sowing of guar seed.
- As per millers, recovery of guar gum from guar seed in Barmer, Bikaner and Ganganagar is coming around 29.5 kg, 30.5 kg and 31 kg respectively. The overall quality of 2017-18 guar seed crop was lower compared to 2016-17 guar seed crop, which led to lower recovery. Recovery of gum from guar seed crop was around 32kg in 2016-17.
- As per data released by Baker Hughes the number of oil rigs in USA has increased to 1032 as on 27th April 2018 up by 11 compared to last week and by 155 compared to 05th May 2017. The total number of oilrigs was recorded at 2179 worldwide in March'18 compared to 2271 in the same month last year. Guar gum is used in hydraulic fracturing for extracting oil and gas; therefore, demand for guar gum is also affected depending on the increase or decrease of the number of oilrigs.
- All India weekly average prices decreased by 7.14 percent to Rs. 3494.85 per quintal during the week ended 08th May 2018. Guar seed average price were ruling at Rs 3763.47 per quintal during 24-30 April 2018. As compared to prices in the week 01-08 May 2017, the prices are weak by 1.12 percent. Prices are expected to remain steady to weak in coming days.
- As per latest update by DGCIS, India has exported around 494126 metric tonnes of guar gum in April-March (2017-18) compared to 419952 metric tonnes in April- March (2016-17). In terms of value, exports have increased by around 34.2 percent. Total crop availability is lower this year compared to last year. Carryover stocks have also decreased due to higher exports compared to last year.
- As per trade sources, India has exported around 29473 tonnes of guar gum in the month of March at an average FoB of \$1893.32 per tonne. Exports in the month of March are marginally high by around 0.27 percent compared to February. Furthermore, India has exported around 29394 tonnes of guar gum in the month of February at an average FoB of \$1868.71 per tonne.
- As per IMD, India will have normal monsoon during June-September'18. Rainfall will be 97% of the long-term average. The next monsoon assessment will be done in June. If monsoon remains normal not much change will be seen in guar acreage compared to last year.

Outlook: Prices are likely to move weak in coming days.

Guar Seed									
Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
May-18	-69.5	3775	3786	3701	3707	33720	-3,510	43110	-10,560
June-18	-60.5	3844	3855.5	3775	3783	76980	6,190	71640	2,900

Guar Gum									
Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
May -18	-108	8320	8356	8201	8216	9020	-1,115	11225	-4,315
June -18	-112	8401	8470	8314	8335	16485	-2,065	51400	3,660

Guar Seed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	7-May-18	7-May-18	7-May-18	7-May-18
Bikaner	18522	0	18522	18522
Deesa	18205	0	18205	18205
Sri Ganganagar	5154	0	5154	5154
Jodhpur	526	0	526	526
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	7-May-18	7-May-18	7-May-18	7-May-18
Deesa	451	0	451	451
Bikaner	6708	204	6912	6708
Jodhpur	15708	124	15832	15708
Nokha	8119	30	8149	8119
Sri Ganganagar	2781	160	2941	2781

Churi and Korma Prices: As On 8 th May ,2018		
Commodity	Center	Rs/75 Kg
Churi	Jodhpur	1580
Korma	Jodhpur	2175
Churi	Sri Ganganagar	1350
Korma	Sri Ganganagar	1913

Guar Export Prices: As On 8th May ,2018

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		84	1254
Guargum Powder	200 Mesh 5000 CPS	104	1552
	200 Mesh 3500 CPS	99	1478
Guargum Meal	Meal 40%	21	313
	Meal 50%	28	418

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			8-May-18	7-May-18	
Guar Seed	Jodhpur	Jodhpur (Loose)	4000	4000	Unch
		Jodhpur(Delivery)	4200	4200	Unch
	Sri-Ganganagar	Sri-Ganganagar(Loose)	NR	3725	-
		Sri-Ganganagar (Delivery)	NR	3875	-
		Rawla (Loose)	NA	NA	-
		Gharsana (Loose)	NA	NA	-
		Raisinghnagar (Loose)	NR	NR	-
	Bikaner	Bikaner (Loose)	NR	3675	-
		Bikaner (Delivery)	NR	3859	-
		Nokha(Loose)	3700	3680	20
		Nokha (Delivery)	3885	3864	21
		Khajuwala (Loose)	3710	3700	10
		Khajuwala (Delivery)	3896	3885	11
		Lunkaransar (Loose)	3750	3700	50
	Hanumangarh	Hanumangarh (Loose)	3720	3700	20
		Hanumangarh (Delivery)	3906	3885	21
		Nohar (Loose)	3775	3750	25
		Pilibanga (Loose)	NA	NA	-
	Nagaur	Nagaur (Loose)	3550	3500	50
	Churu	Churu (Delivery)	3825	3825	Unch
	Alwar	Alwar (Loose)	3525	3525	Unch
Haryana	Hisar	Adampur (Loose)	3700	3710	-10
		Adampur (Delivery)	3885	3896	-11
	Bhiwani	Bhiwani (Delivery)	3900	3850	50
		Siwani (Loose)	3850	3825	25
	Sirsa	Sirsa (Loose)	NA	NA	-
		Dhabwali (Loose)	NA	NA	-
		Dhabwali (Delivery)	NA	NA	-

		Ellanabad (Loose)	NA	NA	-
	Fatehabad	Fatehabad (Loose)	NA	NA	-
Gujarat	Banaskantha	Deesa (Loose)	NR	3380	-
	Patan	Patan (Loose)	NR	3445	-
	Rajkot	Rajkot (Loose)	3700	3675	25
	Jamnagar	Dhrol (Loose)	NR	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8500	8500	Unch
	Alwar	Alwar	8400	8400	Unch
	Hanumangarh	Nohar	8500	8500	Unch
Haryana	Bhiwani	Bhiwani	8400	8250	150
	Sirsa	Sirsa	NA	NA	-
		Dhabwali	NA	NA	-
		Ellanabad	NA	NA	-
	Fatehabad	Fatehabad	NA	NA	-

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			8-May-18	7-May-18	
Rajasthan	Jodhpur	Jodhpur	NA	NA	-
	Sri-Ganganagar	Sri-Ganganagar	NR	200	-
		Rawla	NA	NA	-
		Gharsana	NA	NA	-
		Raisinghnagar	NR	NR	-
	Bikaner	Bikaner	NR	150	-
		Nokha	350	350	Unch
		Khajuwala	200	150	50
		Lunkaransar	50	350	-300
	Hanumangarh	Hanumangarh	10	20	-10
		Nohar	300	500	-200
		Pilibanga	NA	NA	-
	Nagaur	Nagaur	80	150	-70
	Churu	Churu	NA	500	-
	Alwar	Alwar	50	100	-50
Haryana	Hisar	Adampur	400	500	-100
	Bhiwani	Bhiwani	300	200	100
		Siwani	700	1200	-500
	Sirsa	Sirsa	NA	NA	-

		Dhabwali	NA	NA	-
		Ellanabad	NA	NA	-
	Fatehabad	Fatehabad	NA	NA	-
	Banaskantha	Deesa	NR	10	-
Gujarat	Patan	Patan	NR	21	-
	Rajkot	Rajkot	50	96	-46
	Jamnagar	Dhrol	NR	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			2490	4497	-2007

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