

Domestic Fundamentals:

- Mostly weak sentiments reported among major spot market on Friday amid higher arrivals.
- As per latest update, Guar gum prices have decreased substantially in past month. As per exporters, China is providing slick water and friction reducer as a substitute for guar gum at half price. The North American fracking industry is going for the cheap substitute. India is facing stiff competition for guar gum at a time when United States has stepped its oil rigging activities.
- 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	50	3725	3765	3718	3765	14100	-13,150	5240	-5,650
June-18	54.5	3792	3840	3790	3838	58140	-35,230	92700	4,450

Guar Gum									
Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
May -18	116	8255	8323	8197	8320	2905	-3,495	2100	-1,245
June -18	133	8335	8458	8320	8450	11830	-5,550	57865	975

Guar Seed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	10-May-18	10-May-18	10-May-18	7-May-18
Bikaner	17580	0	17580	18522
Deesa	18225	0	18225	18205
Sri Ganganagar	5074	0	5074	5154
Jodhpur	259	0	259	526
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	10-May-18	10-May-18	10-May-18	7-May-18
Deesa	451	0	451	451
Bikaner	6817	20	6837	6708
Jodhpur	15500	40	15540	15708
Nokha	7900	0	7900	8119
Sri Ganganagar	2941	0	2941	2781

Churi and Korma Prices: As On 11 th May ,2018		
Commodity	Center	Rs/75 Kg
Churi	Jodhpur	1575
Korma	Jodhpur	2138
Churi	Sri Ganganagar	1313
Korma	Sri Ganganagar	1894

Guar Export Prices: As On 11th May ,2018

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		85	1265
Guargum Powder	200 Mesh 5000 CPS	105	1562
	200 Mesh 3500 CPS	100	1488
Guargum Meal	Meal 40%	21	312
	Meal 50%	28	417

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			11-May-18	10-May-18	
Rajasthan	Jodhpur	Jodhpur (Loose)	4100	4100	Unch
		Jodhpur(Delivery)	4305	4305	Unch
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3700	3625	75
		Sri-Ganganagar (Delivery)	3850	3775	75
		Rawla (Loose)	NA	NA	-
		Gharsana (Loose)	NA	NA	-
		Raisinghnagar (Loose)	NR	NA	-
	Bikaner	Bikaner (Loose)	3700	3700	Unch
		Bikaner (Delivery)	3885	3885	Unch
		Nokha(Loose)	3710	3740	-30
		Nokha (Delivery)	3896	3927	-32
		Khajuwala (Loose)	3670	3710	-40
		Khajuwala (Delivery)	3854	3896	-42
		Lunkaransar (Loose)	3700	3700	Unch
	Hanumangarh	Hanumangarh (Loose)	3650	3720	-70
		Hanumangarh (Delivery)	3833	3906	-74
		Nohar (Loose)	3700	3775	-75
		Pilibanga (Loose)	NA	NA	-
	Nagaur	Nagaur (Loose)	3650	3575	75
	Churu	Churu (Delivery)	3900	3875	25
	Alwar	Alwar (Loose)	3625	3600	25
Haryana	Hisar	Adampur (Loose)	3750	3770	-20
		Adampur (Delivery)	3938	3959	-21
	Bhiwani	Bhiwani (Delivery)	3900	3950	-50
		Siwani (Loose)	3850	3875	-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)	NA	NA	-
	Patan	Patan (Loose)	NA	3485	-
	Rajkot	Rajkot (Loose)	3725	3725	Unch
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8600	8600	Unch
	Alwar	Alwar	8550	8500	50
	Hanumangarh	Nohar	8400	8500	-100
Haryana	Bhiwani	Bhiwani	8400	8470	-70
	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			11-May-18	10-May-18	
Rajasthan	Jodhpur	Jodhpur	NA	NA	-
	Sri-Ganganagar	Sri-Ganganagar	400	200	200
		Rawla	NA	NA	-
		Gharsana	NA	NA	-
		Raisinghnagar	NR	NA	-
	Bikaner	Bikaner	100	150	-50
		Nokha	225	250	-25
		Khajuwala	150	150	Unch
		Lunkaransar	200	200	Unch
	Hanumangarh	Hanumangarh	20	10	10
		Nohar	600	150	450
		Pilibanga	NA	NA	-
	Nagaur	Nagaur	100	80	20
	Churu	Churu	300	300	Unch
	Alwar	Alwar	30	150	-120
Haryana	Hisar	Adampur	800	800	Unch
	Bhiwani	Bhiwani	300	400	-100
		Siwani	900	800	100
	Sirsa	Sirsa	NA	NA	-

		Dhabwali	NA	NA	-
		Ellanabad	NA	NA	-
	Fatehabad	Fatehabad	NA	NA	-
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	NA	8	-
	Rajkot	Rajkot	175	225	-50
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			4300	3873	427

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