

Domestic Fundamentals:

- Steady to firm sentiments reported among major spot market on Saturday amid lower arrivals.
- Prices of guar seed and guar gum are falling continuously as guar has entered in seasonal downtrend. Many traders in market are attributing the fall in prices to slick water chemical supplied by china. This chemical is not a perfect substitute for guar gum. Furthermore, this chemical supplied by china is expensive compared to guar gum supplied by India. The price of chemical is higher by around \$ 600-700 per tonne. Speculative trading is harming the guar industry and distress selling is putting more pressure on falling guar prices.
- As per data released by Baker Hughes the number of oil rigs in USA has increased to 1060 as on 01st June 2018 up by 1 compared to last week and by 144 compared to 02nd June 2017. The total number of oilrigs was recorded at 2179 worldwide in April'18 compared to 2087 in the same month last year. Although the number of oil rigs is rising but alternatives to guar gum are affecting exports from India.
- Guar seed future June contract showed recovery and closed at Rs 3663.50 per quintal. As of now, fundamentals are not in support of guar seed although small technical recoveries can be expected. Guar has breached support level of Rs 4100 per quintal and is likely to touch Rs 3200-3250 per quintal in near future. Guar has entered seasonal downtrend.
- All India weekly average prices decreased by 1.41 percent to Rs. 3377.41 per quintal during the week ended 31st May 2018. Guar seed average price were ruling at Rs 3425.85 per quintal during 16-23 May 2018. As compared to prices in the week 24-31 May 2017, the prices are firm by 1.97 percent. Prices are expected to remain steady to weak in coming days.
- Monsoon has arrived in Kerala as per forecast of IMD. Good monsoon rains will help in increasing yields and thereby increasing the total output of a crop. This sentiment is weighing down on prices of guar seed. Guar June contract closed at Rs 3724 per quintal after decreasing by Rs 73.50 per quintal. Guar is likely to touch Rs 3550-3600 per quintal in near future. Export demand is normal.
- As per trade sources, export of guar split has declined in the month of April. Exports in the month of April are down by around 30.59% compared to previous month. India exported around 2943 tonnes of guar split in the month of April at an average FoB of \$ 1538.89 per tonne.
- As per trade sources, export of guar gum has declined in the month of April as China is providing slick water and friction reducer as a substitute for guar gum at half price. Exports in the month of April are down by around 7.4% compared to previous month. India exported around 27283 tonnes of guar gum in the month of April at an average FoB of \$ 1884.03 per tonne.

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

Guar Seed									
Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
June-18	27.5	3670	3690	3630	3663.5	34820	-15,980	55430	-4,350
July-18	30	3715	3775	3698	3722.5	31680	3,110	54430	4,240

Guar Gum									
Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
June-18	88	7620	7685	7591	7662	8100	-6,305	23040	-1,395
July-18	81	7740	7780	7690	7758	7450	-4,705	42215	2,680

Guar Seed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	01-Jun-18	01-Jun-18	01-Jun-18	28-May-18
Bikaner	15768	0	15768	16050
Deesa	14222	30	14252	14698
Sri Ganganagar	4762	0	4762	4762
Jodhpur	259	0	259	260
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	01-Jun-18	01-Jun-18	01-Jun-18	28-May-18
Deesa	451	0	451	452
Bikaner	6204	0	6204	6556
Jodhpur	14305	0	14305	14654
Nokha	7284	0	7284	7283
Sri Ganganagar	3482	20	3502	3480

Churi and Korma Prices: As On 02 nd June, 2018		
Commodity	Center	Rs/75kg
Churi	Jodhpur	1462
Korma	Jodhpur	2194
Churi	Sri Ganganagar	1388
Korma	Sri Ganganagar	1912

Guar Export Prices: As On 02 nd June,2018			
	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		84	1254
Guargum Powder	200 Mesh 5000 CPS	104	1553
	200 Mesh 3500 CPS	99	1478
Guargum Meal	Meal 40%	20	299
	Meal 50%	29	433

Guar Seed Prices at Key Spot Markets:					
Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			2-Jun-18	1-Jun-18	
Rajasthan	Jodhpur	Jodhpur (Loose)	3850	3700	150
		Jodhpur(Delivery)	4043	3885	158
	Sri-Ganganagar	Sri-Ganganagar(Loose)	Closed	Closed	-
		Sri-Ganganagar (Delivery)	Closed	Closed	-
		Rawla (Loose)	NR	NR	-
		Gharsana (Loose)	NA	NA	-
		Raisinghnagar (Loose)	Closed	Closed	-
	Bikaner	Bikaner (Loose)	3575	3575	Unch
		Bikaner (Delivery)	3754	3754	Unch
		Nokha(Loose)	3580	3580	Unch
		Nokha (Delivery)	3759	3759	Unch
		Khajuwala (Loose)	NR	NR	-
		Khajuwala (Delivery)	NR	NR	-
		Lunkaransar (Loose)	3525	3500	25
	Hanumangarh	Hanumangarh (Loose)	3560	3560	Unch
		Hanumangarh (Delivery)	3738	3738	Unch
		Nohar (Loose)	3610	3610	Unch
		Pilibanga (Loose)	NA	NA	-
	Nagaur	Nagaur (Loose)	3500	3400	100
	Churu	Churu (Delivery)	3900	3900	Unch
	Alwar	Alwar (Loose)	3600	3600	Unch
Haryana	Hisar	Adampur (Loose)	3600	3580	20
		Adampur (Delivery)	3780	3759	21
	Bhiwani	Bhiwani (Delivery)	3825	3750	75
		Siwani (Loose)	Closed	3710	-
	Sirsa	Sirsa (Loose)	Closed	3570	-
		Dhabwali (Loose)	Closed	NA	-
		Dhabwali (Delivery)	Closed	NA	-
		Ellanabad (Loose)	Closed	Closed	-

	Fatehabad	Fatehabad (Loose)	Closed	Closed	-
Gujarat	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	3450	NA	-
	Rajkot	Rajkot (Loose)	3585	3600	-15
	Jamnagar	Dhrol (Loose)	3470	3465	5
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7800	7600	200
	Alwar	Alwar	7800	7800	Unch
	Hanumangarh	Nohar	7750	7550	200
Haryana	Bhiwani	Bhiwani	7950	7900	50
	Sirsa	Sirsa	Closed	7750	-
		Dhabwali	Closed	NA	-
		Ellanabad	Closed	Closed	-
	Fatehabad	Fatehabad	Closed	Closed	-

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			2-Jun-18	1-Jun-18	
Rajasthan	Jodhpur	Jodhpur	NA	NA	-
	Sri-Ganganagar	Sri-Ganganagar	Closed	Closed	-
		Rawla	NR	NR	-
		Gharsana	NA	NA	-
		Raisinghnagar	Closed	Closed	-
	Bikaner	Bikaner	100	100	Unch
		Nokha	150	250	-100
		Khajuwala	NR	NR	-
		Lunkaransar	50	100	-50
	Hanumangarh	Hanumangarh	60	50	10
		Nohar	100	50	50
		Pilibanga	NA	NA	-
	Nagaur	Nagaur	150	100	50
	Churu	Churu	450	400	50
	Alwar	Alwar	150	200	-50
Haryana	Hisar	Adampur	900	1200	-300
	Bhiwani	Bhiwani	100	150	-50
		Siwani	Closed	1200	-
	Sirsa	Sirsa	Closed	1000	-
		Dhabwali	Closed	NA	-

		Ellanabad	Closed	Closed	-
	Fatehabad	Fatehabad	Closed	Closed	-
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	13	NA	-
	Rajkot	Rajkot	510	480	30
	Jamnagar	Dhrol	16	69	-53
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			2749	5349	-2600

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