

**Domestic Fundamentals:**

- Mostly firm sentiments reported among major spot market on Tuesday amid higher arrivals.
- As per Rajasthan Metrological department, monsoon may be delayed by a week. Guar is one of the main Kharif crop. Major parallel crops in irrigated areas include cotton and paddy, whereas in rain fed areas major parallel crops include Moong, Moth and Urad. All the parallel crops have MSP and guar doesn't. Furthermore, most of the parallel crops are offering more returns compared to guar. Therefore, if current situation continues we may see a lower acreage in the season.
- As per latest update, India has exported 494101 tonnes of guar seed products in 2017-18. Of the total quantity around 321923 tonnes is guar gum, 127437 tonnes is guar meal and 44740 tonnes is guar split. Exports of guar seed products have increased by 17.66 percent in 2017-18 compared to previous year. Higher exports have helped in reducing stock position. Export demand is likely to stay good in coming weeks.
- The wholesale price index of guar seed has decreased from 91.3 in April 2018 to 88.7 in May 2018. The WPI for May 2018 is up by 4.5 compared to last year for the same month and by 21.0 percent compared to May 2016. WPI is expected to stay weak in coming months.
- All India weekly average prices decreased by 0.52 percent to Rs. 3382.56 per quintal during the week ended 15th June 2018. Guar seed average price were ruling at Rs 3400.08 per quintal during 01-08 June 2018. As compared to prices in the week 09-15 June 2017, the prices are firm by 0.93 percent. Prices are expected to remain steady to weak in coming days.
- As per data released by Baker Hughes the number of oil rigs in USA has decreased to 1059 as on 15th June 2018 down by 3 compared to last week and up by 126 compared to 16th June 2017. The total number of oilrigs was recorded at 2179 worldwide in May'18 compared to 2096 in the same month last year. Although the number of oil rigs is rising but alternatives to guar gum are slightly affecting exports from India.
- 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 trade sources, export of guar gum has declined in the month of April. 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	7	3590	3590	3579	3590	40	10	140	0
July-18	25.5	3650	3684	3630	3669	60280	-100	93200	-3,230

Guar Gum									
Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
June-18	-50	7500	7570	7500	7500	325	35	670	-245
July-18	91	7550	7640	7505	7622	14115	1,565	54080	-1,435

Guar Seed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	18-Jun-18	18-Jun-18	18-Jun-18	18-Jun-18
Bikaner	11849	0	11849	11849
Deesa	13222	20	13232	13223
Sri Ganganagar	4762	0	4762	4762
Jodhpur	259	0	259	259
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	18-Jun-18	18-Jun-18	18-Jun-18	18-Jun-18
Deesa	451	0	451	452
Bikaner	6044	65	6109	6044
Jodhpur	12467	0	12467	12468
Nokha	6168	109	6277	6167
Sri Ganganagar	3412	10	3422	3410

Churi and Korma Prices: As On 19 <sup>th</sup> June, 2018		
Commodity	Center	Rs/75kg
Churi	Jodhpur	1550
Korma	Jodhpur	2300
Churi	Sri Ganganagar	1425
Korma	Sri Ganganagar	2138

Guar Export Prices: As On 19<sup>th</sup> June, 2018

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		78	1145
Guargum Powder	200 Mesh 5000 CPS	98	1438
	200 Mesh 3500 CPS	93	1365
Guargum Meal	Meal 40%	21	308
	Meal 50%	30	440

## Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			19-Jun-18	18-Jun-18	
Rajasthan	Jodhpur	Jodhpur (Loose)	3500	3400	100
		Jodhpur(Delivery)	3675	3570	105
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3700	3600	100
		Sri-Ganganagar (Delivery)	3850	3750	100
		Rawla (Loose)	3550	3600	-50
		Gharsana (Loose)	3520	3620	-100
		Raisinghnagar (Loose)	3500	3575	-75
	Bikaner	Bikaner (Loose)	3625	3600	25
		Bikaner (Delivery)	3806	3780	26
		Nokha(Loose)	3575	3600	-25
		Nokha (Delivery)	3754	3780	-26
		Khajuwala (Loose)	3580	3550	30
		Khajuwala (Delivery)	3759	3728	32
		Lunkaransar (Loose)	3575	3600	-25
	Hanumangarh	Hanumangarh (Loose)	3610	3575	35
		Hanumangarh (Delivery)	3791	3754	37
		Nohar (Loose)	3625	3625	Unch
		Pilibanga (Loose)	NA	NA	-
	Nagaur	Nagaur (Loose)	3450	3425	25
	Churu	Churu (Delivery)	3850	3950	-100
	Alwar	Alwar (Loose)	3600	3700	-100
Haryana	Hisar	Adampur (Loose)	3600	3640	-40
		Adampur (Delivery)	3780	3822	-42
	Bhiwani	Bhiwani (Delivery)	3775	3750	25
		Siwani (Loose)	3725	3675	50
	Sirsa	Sirsa (Loose)	3600	3625	-25
		Dhabwali (Loose)	3625	3550	75
		Dhabwali (Delivery)	3806	3728	79

		Ellanabad (Loose)	3575	3575	Unch
	Fatehabad	Fatehabad (Loose)	3600	3550	50
Gujarat	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	3540	3615	-75
	Rajkot	Rajkot (Loose)	3535	3615	-80
	Jamnagar	Dhrol (Loose)	3460	3555	-95
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7600	7600	Unch
	Alwar	Alwar	7500	7800	-300
	Hanumangarh	Nohar	7700	7700	Unch
Haryana	Bhiwani	Bhiwani	7500	7500	Unch
	Sirsa	Sirsa	7700	7700	Unch
		Dhabwali	7600	7600	Unch
		Ellanabad	7700	7700	Unch
	Fatehabad	Fatehabad	7700	7600	100

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			19-Jun-18	18-Jun-18	
Rajasthan	Jodhpur	Jodhpur	60	80	-20
	Sri-Ganganagar	Sri-Ganganagar	300	500	-200
		Rawla	10	75	-65
		Gharsana	80	35	45
		Raisinghnagar	150	10	140
	Bikaner	Bikaner	200	100	100
		Nokha	200	200	Unch
		Khajuwala	200	300	-100
		Lunkaransar	200	250	-50
	Hanumangarh	Hanumangarh	20	20	Unch
		Nohar	500	500	Unch
		Pilibanga	NA	NA	-
	Nagaur	Nagaur	100	100	Unch
Haryana	Churu	Churu	500	500	Unch
	Alwar	Alwar	200	200	Unch
	Hisar	Adampur	700	1100	-400
	Bhiwani	Bhiwani	200	150	50
		Siwani	1200	1000	200
	Sirsa	Sirsa	1000	150	850

		Dhabwali	100	50	50
		Ellanabad	100	50	50
	<b>Fatehabad</b>	Fatehabad	100	50	50
	<b>Banaskantha</b>	Deesa	NA	NA	-
<b>Gujarat</b>	<b>Patan</b>	Patan	53	13	40
	<b>Rajkot</b>	Rajkot	185	320	-135
	<b>Jamnagar</b>	Dhrol	7	35	-28
<b>Madhya Pradesh</b>	<b>Gwalior</b>	Dabra	NA	NA	-
<b>Total Arrivals/Above Markets</b>			<b>6365</b>	<b>5788</b>	<b>577</b>

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