

**Domestic Fundamentals:**

- Mostly weak sentiments reported among major spot market on Friday amid lower arrivals.
- Guar seed future July contract remained weak and touched a low of Rs 3622.00 per quintal before closing at Rs 3605.50 per quintal. Guar has breached support level of Rs 4100 per quintal and is likely to touch Rs 3450-3500 per quintal in near future. Export demand is normal. Downtrend is likely to continue although small technical recoveries can be expected.
- 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.
- 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
July -18	-41	3665	3679.5	3605.5	3622	55210	6,020	90490	-930
Oct-18	-36.5	3825	3835	3762.5	3781.5	7410	2,660	13520	710

Guar Gum									
Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
July -18	-76	7610	7656	7461	7526	11600	2,190	50820	-1,590
Oct-18	-75	7925	7965	7777	7836	3605	925	11975	1,530

Guar Seed Stock Position & Fed:				
Stocks	Demat	In-Process	Total	FED
	21-Jun-18	21-Jun-18	21-Jun-18	18-Jun-18
Bikaner	11850	0	11850	11849
Deesa	13064	0	13064	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
	21-Jun-18	21-Jun-18	21-Jun-18	18-Jun-18
Deesa	451	0	451	452
Bikaner	6079	104	6183	6044
Jodhpur	12134	0	12134	12468
Nokha	6227	120	6347	6167
Sri Ganganagar	3422	40	3462	3410

Churi and Korma Prices: As On 22 <sup>nd</sup> June, 2018		
Commodity	Center	Rs/75kg
Churi	Jodhpur	1538
Korma	Jodhpur	2250
Churi	Sri Ganganagar	1350
Korma	Sri Ganganagar	2063

Guar Export Prices: As On 22<sup>nd</sup> June, 2018

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		78	1151
Guargum Powder	200 Mesh 5000 CPS	98	1446
	200 Mesh 3500 CPS	93	1372
Guargum Meal	Meal 40%	21	310
	Meal 50%	30	443

## Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			22-Jun-18	21-Jun-18	
Rajasthan	Jodhpur	Jodhpur (Loose)	3400	3500	-100
		Jodhpur(Delivery)	3570	3675	-105
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3600	3600	Unch
		Sri-Ganganagar (Delivery)	3750	3750	Unch
		Rawla (Loose)	3550	3550	Unch
		Gharsana (Loose)	NA	NA	-
		Raisinghnagar (Loose)	3550	3600	-50
	Bikaner	Bikaner (Loose)	3570	3600	-30
		Bikaner (Delivery)	3749	3780	-32
		Nokha(Loose)	3550	3600	-50
		Nokha (Delivery)	3728	3780	-53
		Khajuwala (Loose)	NR	3570	-
		Khajuwala (Delivery)	NR	3749	-
		Lunkaransar (Loose)	3525	3500	25
	Hanumangarh	Hanumangarh (Loose)	3575	3550	25
		Hanumangarh (Delivery)	3754	3728	26
		Nohar (Loose)	3620	3650	-30
		Pilibanga (Loose)	NA	NA	-
	Nagaur	Nagaur (Loose)	3500	3450	50
	Churu	Churu (Delivery)	3850	3850	Unch
	Alwar	Alwar (Loose)	3600	3600	Unch
Haryana	Hisar	Adampur (Loose)	3625	3650	-25
		Adampur (Delivery)	3806	3833	-26
	Bhiwani	Bhiwani (Delivery)	3750	3750	Unch
		Siwani (Loose)	3700	3750	-50
	Sirsa	Sirsa (Loose)	3600	3640	-40
		Dhabwali (Loose)	3650	3700	-50
		Dhabwali (Delivery)	3833	3885	-53

		Ellanabad (Loose)	Closed	3575	-
	<b>Fatehabad</b>	Fatehabad (Loose)	3550	3600	-50
<b>Gujarat</b>	<b>Banaskantha</b>	Deesa (Loose)	3500	3425	75
	<b>Patan</b>	Patan (Loose)	3375	3535	-160
	<b>Rajkot</b>	Rajkot (Loose)	3590	3600	-10
	<b>Jamnagar</b>	Dhrol (Loose)	3455	3445	10
<b>Madhya Pradesh</b>	<b>Gwalior</b>	Dabra (Loose)	NA	NA	-
<b>Guar Gum</b>					
<b>Rajasthan</b>	<b>Jodhpur</b>	Jodhpur	7600	7800	-200
	<b>Alwar</b>	Alwar	7700	7800	-100
	<b>Hanumangarh</b>	Nohar	7700	7800	-100
<b>Haryana</b>	<b>Bhiwani</b>	Bhiwani	7400	7500	-100
	<b>Sirsa</b>	Sirsa	7700	7750	-50
		Dhabwali	7600	7650	-50
		Ellanabad	Closed	7700	-
	<b>Fatehabad</b>	Fatehabad	7600	7650	-50

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			22-Jun-18	21-Jun-18	
<b>Rajasthan</b>	<b>Jodhpur</b>	Jodhpur	100	200	-100
	<b>Sri-Ganganagar</b>	Sri-Ganganagar	200	100	100
		Rawla	40	30	10
		Gharsana	NA	NA	-
		Raisinghnagar	200	150	50
	<b>Bikaner</b>	Bikaner	200	200	Unch
		Nokha	250	300	-50
		Khajuwala	NR	300	-
		Lunkaransar	50	200	-150
	<b>Hanumangarh</b>	Hanumangarh	30	35	-5
		Nohar	800	800	Unch
		Pilibanga	NA	NA	-
	<b>Nagaur</b>	Nagaur	100	100	Unch
<b>Haryana</b>	<b>Churu</b>	Churu	500	500	Unch
	<b>Alwar</b>	Alwar	200	200	Unch
	<b>Hisar</b>	Adampur	800	800	Unch
	<b>Bhiwani</b>	Bhiwani	150	350	-200
		Siwani	800	1000	-200
	<b>Sirsa</b>	Sirsa	800	400	400

		Dhabwali	100	75	25
		Ellanabad	Closed	70	-
	<b>Fatehabad</b>	Fatehabad	50	80	-30
	<b>Banaskantha</b>	Deesa	20	15	5
	<b>Patan</b>	Patan	4	55	-51
<b>Gujarat</b>	<b>Rajkot</b>	Rajkot	355	350	5
	<b>Jamnagar</b>	Dhrol	4	13	-9
<b>Madhya Pradesh</b>	<b>Gwalior</b>	Dabra	NA	NA	-
<b>Total Arrivals/Above Markets</b>			<b>5753</b>	<b>6323</b>	<b>-570</b>

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