

Domestic Fundamentals:

- Steady to weak sentiments reported among major spot market on Saturday amid lower arrivals.
- All India weekly average prices decreased by 4.97 percent to Rs. 3214.45 per quintal during the week ended 23rd June 2018. Guar seed average price were ruling at Rs 3382.56 per quintal during 09-15 June 2018. As compared to prices in the week 16-23 June 2017, the prices are weak by 3.66 percent. Prices are expected to remain steady to weak in coming days.
- As per trade sources, export of guar gum has increased in the month of May by 18.51 percent compared to previous month. India exported around 32331 tonnes of guar gum in the month of May at an average FoB of \$ 1838.08 per tonne compared to 27282 tonnes in April at an average FoB of \$ 1884.02 per tonne. Export demand is normal as of now.
- As per data released by Baker Hughes the number of oil rigs in USA has decreased to 1052 as on 22nd June 2018 down by 7 compared to last week and up by 111 compared to 23rd June 2017. The total number of oil rigs 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.
- As per trade sources, export of guar split has increased in the month of May. Exports in the month of May are up by around 86.20% compared to previous month. India exported around 5480 tonnes of guar split in the month of May at an average FoB of \$ 1460.89 per tonne. Of the total quantity around 3060 tonnes and 2000 tonnes has been exported to China and United States respectively. Remaining quantity has been exported to Netherlands and Switzerland.
- 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.
- 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.
- 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.

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 23 rd 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 23rd June,2018

| | Variety | Value (Rs/Kg) | Value (\$/MT) |
|-----------------------------|-------------------|---------------|---------------|
| Guargum/Split (Mundra Port) | | 78 | 1149 |
| Guargum Powder | 200 Mesh 5000 CPS | 98 | 1444 |
| | 200 Mesh 3500 CPS | 93 | 1370 |
| Guargum Meal | Meal 40% | 21 | 309 |
| | Meal 50% | 30 | 442 |

Guar Seed Prices at Key Spot Markets:

| Commodity | District | Centre | Prices (Rs/Qtl) | | Change |
|-----------|----------------|---------------------------|-----------------|-----------|--------|
| Guar Seed | | | 23-Jun-18 | 22-Jun-18 | |
| Rajasthan | Jodhpur | Jodhpur (Loose) | 3425 | 3400 | 25 |
| | | Jodhpur(Delivery) | 3596 | 3570 | 26 |
| | Sri-Ganganagar | Sri-Ganganagar(Loose) | 3550 | 3600 | -50 |
| | | Sri-Ganganagar (Delivery) | 3700 | 3750 | -50 |
| | | Rawla (Loose) | 3550 | 3550 | Unch |
| | | Gharsana (Loose) | 3565 | NA | - |
| | | Raisinghnagar (Loose) | 3550 | 3550 | Unch |
| | Bikaner | Bikaner (Loose) | 3570 | 3570 | Unch |
| | | Bikaner (Delivery) | 3749 | 3749 | Unch |
| | | Nokha(Loose) | 3550 | 3550 | Unch |
| | | Nokha (Delivery) | 3728 | 3728 | Unch |
| | | Khajuwala (Loose) | 3500 | NR | - |
| | | Khajuwala (Delivery) | 3675 | NR | - |
| | | Lunkaransar (Loose) | 3500 | 3525 | -25 |
| | Hanumangarh | Hanumangarh (Loose) | 3550 | 3575 | -25 |
| | | Hanumangarh (Delivery) | 3728 | 3754 | -26 |
| | | Nohar (Loose) | 3620 | 3620 | Unch |
| | | Pilibanga (Loose) | NA | NA | - |
| | Nagaur | Nagaur (Loose) | 3500 | 3500 | Unch |
| | Churu | Churu (Delivery) | 3850 | 3850 | Unch |
| | Alwar | Alwar (Loose) | 3600 | 3600 | Unch |
| Haryana | Hisar | Adampur (Loose) | 3625 | 3625 | Unch |
| | | Adampur (Delivery) | 3806 | 3806 | Unch |
| | Bhiwani | Bhiwani (Delivery) | 3750 | 3750 | Unch |
| | | Siwani (Loose) | 3700 | 3700 | Unch |
| | Sirsa | Sirsa (Loose) | 3600 | 3600 | Unch |
| | | Dhabwali (Loose) | 3650 | 3650 | Unch |
| | | Dhabwali (Delivery) | 3833 | 3833 | Unch |

| | | | | | |
|-----------------------|--------------------|-------------------|--------|--------|------|
| | | Ellanabad (Loose) | Closed | Closed | - |
| | Fatehabad | Fatehabad (Loose) | 3500 | 3550 | -50 |
| Gujarat | Banaskantha | Deesa (Loose) | NA | 3500 | - |
| | Patan | Patan (Loose) | NA | 3375 | - |
| | Rajkot | Rajkot (Loose) | NR | 3590 | - |
| | Jamnagar | Dhrol (Loose) | NR | 3455 | - |
| Madhya Pradesh | Gwalior | Dabra (Loose) | NA | NA | - |
| Guar Gum | | | | | |
| Rajasthan | Jodhpur | Jodhpur | 7650 | 7600 | 50 |
| | Alwar | Alwar | 7700 | 7700 | Unch |
| | Hanumangarh | Nohar | 7700 | 7700 | Unch |
| Haryana | Bhiwani | Bhiwani | 7400 | 7400 | Unch |
| | Sirsa | Sirsa | 7700 | 7700 | Unch |
| | | Dhabwali | 7600 | 7600 | Unch |
| | | Ellanabad | Closed | Closed | - |
| | Fatehabad | Fatehabad | 7600 | 7600 | Unch |

| Guar Seed Arrivals in Key Centers | | | | | |
|--|-----------------------|----------------|----------------------------|------------------|---------------|
| Commodity | District | Centre | Arrivals (Quintals) | | Change |
| Guar Seed | | | 23-Jun-18 | 22-Jun-18 | |
| Rajasthan | Jodhpur | Jodhpur | 100 | 100 | Unch |
| | Sri-Ganganagar | Sri-Ganganagar | 200 | 200 | Unch |
| | | Rawla | 50 | 40 | 10 |
| | | Gharsana | 40 | NA | - |
| | | Raisinghnagar | 200 | 200 | Unch |
| | Bikaner | Bikaner | 200 | 200 | Unch |
| | | Nokha | 200 | 250 | -50 |
| | | Khajuwala | 150 | NR | - |
| | | Lunkaransar | 50 | 50 | Unch |
| | Hanumangarh | Hanumangarh | 20 | 30 | -10 |
| | | Nohar | 800 | 800 | Unch |
| | | Pilibanga | NA | NA | - |
| | Nagaur | Nagaur | 70 | 100 | -30 |
| | Churu | Churu | 600 | 500 | 100 |
| | Alwar | Alwar | 200 | 200 | Unch |
| Haryana | Hisar | Adampur | 500 | 800 | -300 |
| | Bhiwani | Bhiwani | 200 | 150 | 50 |
| | | Siwani | 800 | 800 | Unch |
| | Sirsa | Sirsa | 500 | 800 | -300 |

| | | | | | |
|-------------------------------------|--------------------|-----------|-------------|-------------|-------------|
| | | Dhabwali | 50 | 100 | -50 |
| | | Ellanabad | Closed | Closed | - |
| | Fatehabad | Fatehabad | 100 | 50 | 50 |
| Gujarat | Banaskantha | Deesa | NA | 20 | - |
| | Patan | Patan | NA | 4 | - |
| | Rajkot | Rajkot | NR | 355 | - |
| | Jamnagar | Dhrol | NR | 4 | - |
| Madhya Pradesh | Gwalior | Dabra | NA | NA | - |
| Total Arrivals/Above Markets | | | 5030 | 5753 | -723 |

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