



Guar Weekly Research Report

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Executive Summary

Jodhpur Guar seed price remained firm this week, market witnessed tight arrival as compared to previous week. Overall arrival went down by 31% as compared to previous week. This week arrival remain down triggered by bad weather condition in Haryana and Rajasthan.

Week ending 08th Jan, guar seed arrival in Rajasthan arrival went down by 28% to 18,370 Qtl vs 25,370 Qtl previous week, In Haryana arrival went down by 91% to 1,285Qtl vs 14,200 Qtl previous week and in Gujarat arrival went down by 81% to 107 Qtl vs 551 Qtl previous week.

As on 07th 2021, data released by Baker Hughes, the number of oilrigs in USA

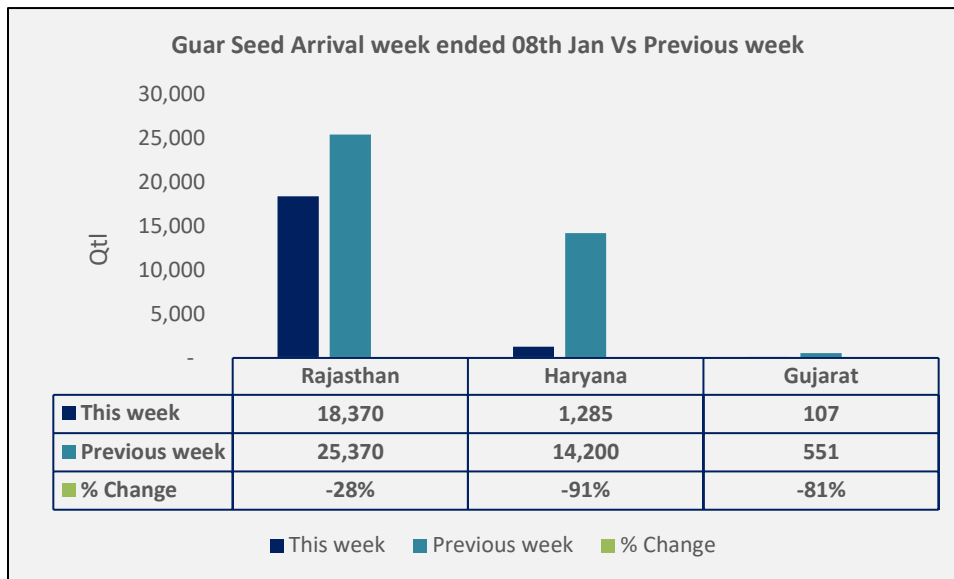
went up by 1 to 481 compared to 480 previous week. Monthly oilrig count in Dec'21 stood at 474 vs 259 last year same period. Increase in oilrig count continued this week as well, increase in oilrig count in US likely to support export demand which is major importer of guar.

India's guar gum exports decreased in the month of November 2021 by 25.01% to 17,466 tonnes compared to 23,292 tonnes during previous month at an average FoB of US \$ 2169 per tonne in the month of Nov'2021 as compared to US \$ 1849 per tonne previous month. Further, the gum shipments were up by 30.21% in Nov'2021 compared to the same period last year. Of the total exported quantity, around 4,645 tonnes bought by US, Russia 4,000 tonnes, Germany 1,322 tonnes, china 1,070 tonnes, Australia 1,041 tonnes and Canada 862 tonnes.

India's guar split exports increased in the month of Nov'2021 by 1.55% to 2,620 tonnes compared to 2,580 tonnes previous month at an average FoB of US \$ 1,557 per tonne in the month of Nov'21 compared to US \$ 1,325 per tonne previous month. However, the guar split shipments gone down by 42.51 % in Nov'21 2021 compared to the same period last year. Of the total exported quantity, around 1,900 tonnes bought by China, US 660 tonnes and Switzerland 60 tonnes.

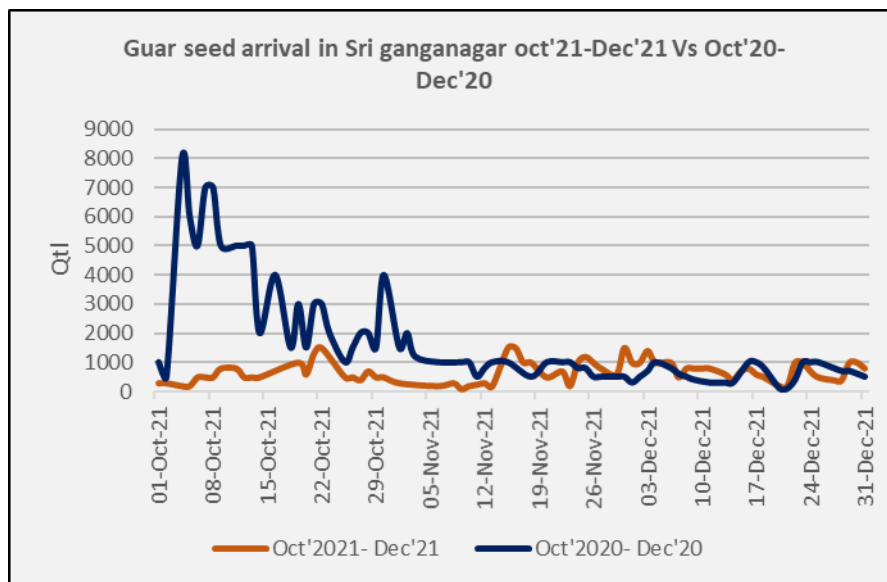
According to Rajasthan govt 2021-22 first advance estimates, Guar seed production estimate pegged at 13.73 lakh tonnes vs 11.36 lakh tonne last year, Additionally, 2021-22 acreage stood at 21.13 lakh hectare as compared to 24.84 lakh hectare last year. Yield pegged higher at 650 kg/Ha vs 458 kg/Ha last year.

Domestic Guar Seed Market Summary

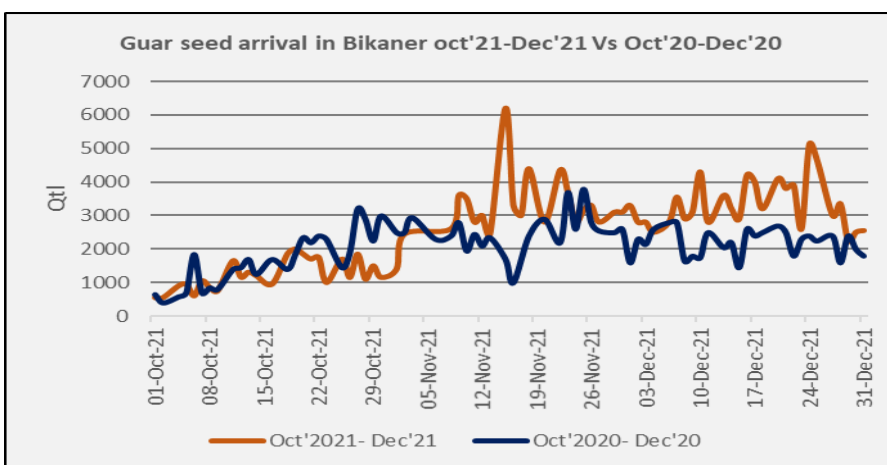


According to Gujarat govt 2021-22 first advance estimates, Guar Seed production estimate pegged at 1.01 lakh tonne Vs 0.85 Lakh tonnes last year, Additionally, 2021-22 acreage stood at 1.21 lakh ha Vs 1.22 lakh ha. Yield pegged higher at 873 kg/ha Vs 699 Kg/ Ha last year.

In sri Ganganagar, Oct-Dec'21 arrival stood 60% lower at 47,350 Qtl vs 118,600 Qtl in same period last year. Whereas, in Dec'21 arrival stood 42% higher at 19,900 Qtl vs 14,000 Qtl in Dec'20 and in Noveber'21 arrival stood 17% lower at 14,050 Qtl vs 16,900 Qtl last year same period



In Bikaner (Bikaner, Nokha, Khajuwala and Lunkaransar), Oct-Dec'21 arrival went 21% up at 1,88,630 Qtl vs 1,55,580 Qtl in same period last year. Whereas, in Dec'21 arrival stood 51% higher at 89,750 Qtl vs 59,300 Qtl in Dec'20



According to the provisional data from Agricultural and Processed Food Products Export Development Authority (APEDA), the guar gum

exports from India increased by 49% to 2.34 lakh tonnes during April-Sept (2021-2022) this fiscal vs 1.58 lakh tonnes during the corresponding period last year. In value terms, the exports witnessed a increase of 48% to Rs. 1,949 crores vs Rs. 1,316 Cr. crores same period last year.

Previous Updates:

India's guar gum exports increased in the month of October 2021 by 21.74% to 23,292 tonnes compared to 19,132 tonnes during previous month at an average FoB of US \$ 1849 per tonne in the month of Oct'2021 as compared to US \$ 1756 per tonne previous month. Further, the gum shipments were up by 62.53% in Oct'2021 compared to the same period last year. Of the total exported quantity, around 10,083 tonnes bought by US, Russia 3,327 tonnes, Germany 2,711 tonnes, china 789 tonnes, Australia 466 tonnes and Canada 911 tonnes.

India's guar split exports decreased in the month of Oct'2021 by 29.51% to 2,580 tonnes compared to 3,660 tonnes previous month at an average FoB of US \$ 1325 per tonne in the month of Oct'21 compared to US \$ 1,370 per tonne previous month. However, the guar split shipments gone down by 24.78 % in Oct 2021 compared to



the same period last year. Of the total exported quantity, around 1,900 tonnes bought by China, US 500 tonnes and Netherland 120 tonnes.

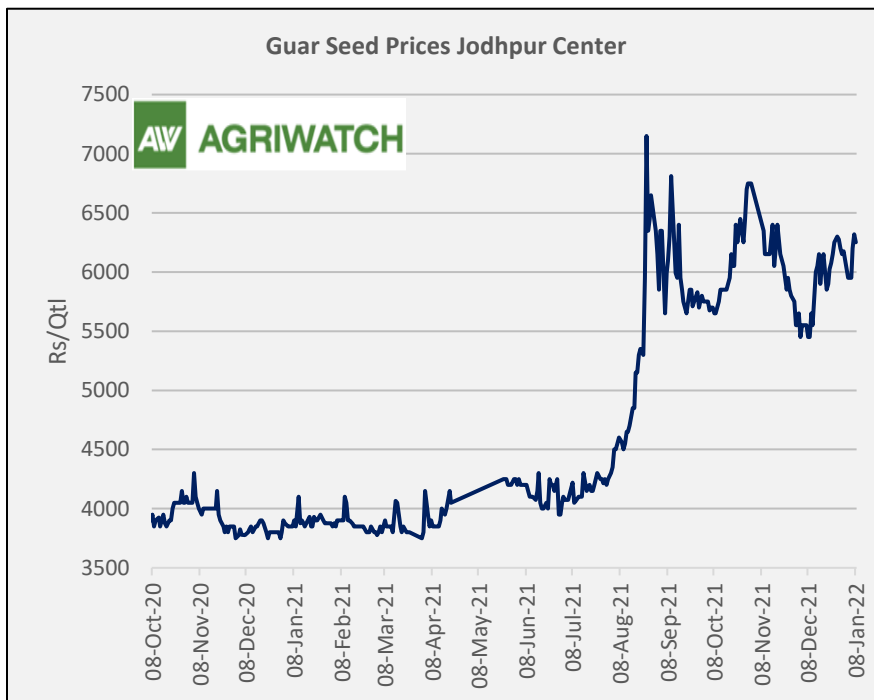
Recommendation:

Weekly Call- :Market participants are advised to BUY Guar seed future January contract near 6,200 levels for a target of 6,500-6700 with a stop loss at 6,120.

Outlook:-[\(Back to Table of Contents\)](#)Domestic Front

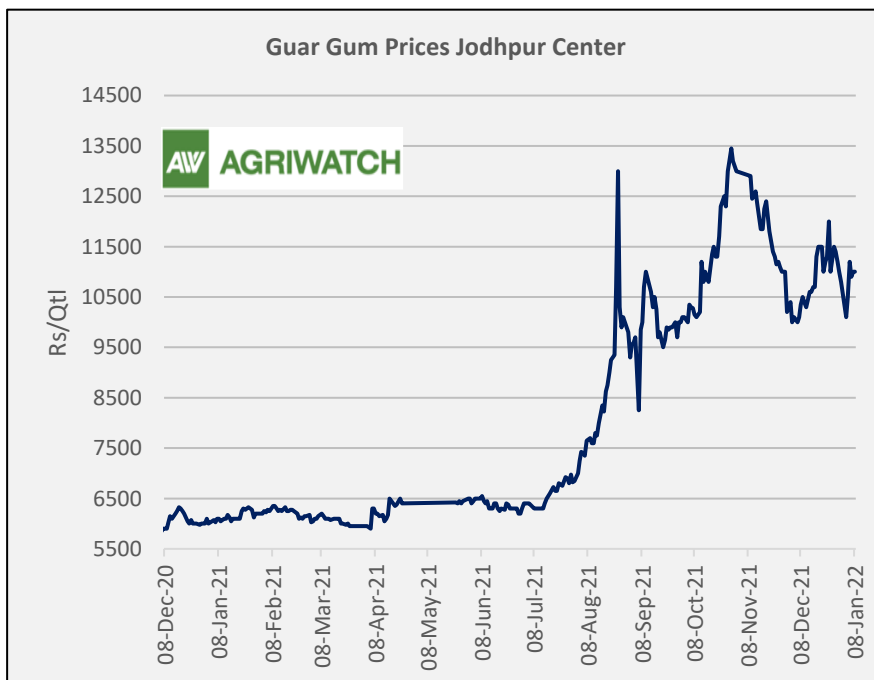
In Jodhpur, Guar seed loose price went up by 1.2% to Rs. 6,100/ qtl. in this week against Rs.6,025/qtl. During the week market made a low of 5,800 and a high of 6,170. This week arrival went down by 31% as compared to previous week which supported price gains.

As on 31st December, jodhpur guar seed paid prices went up by 11.26% to Rs 6,220/Qtl compared to previous month at Rs 5,550/ Qtl. during the month, market made high of Rs 6,300/Qtl, monthly low at Rs 5,450/Qtl.



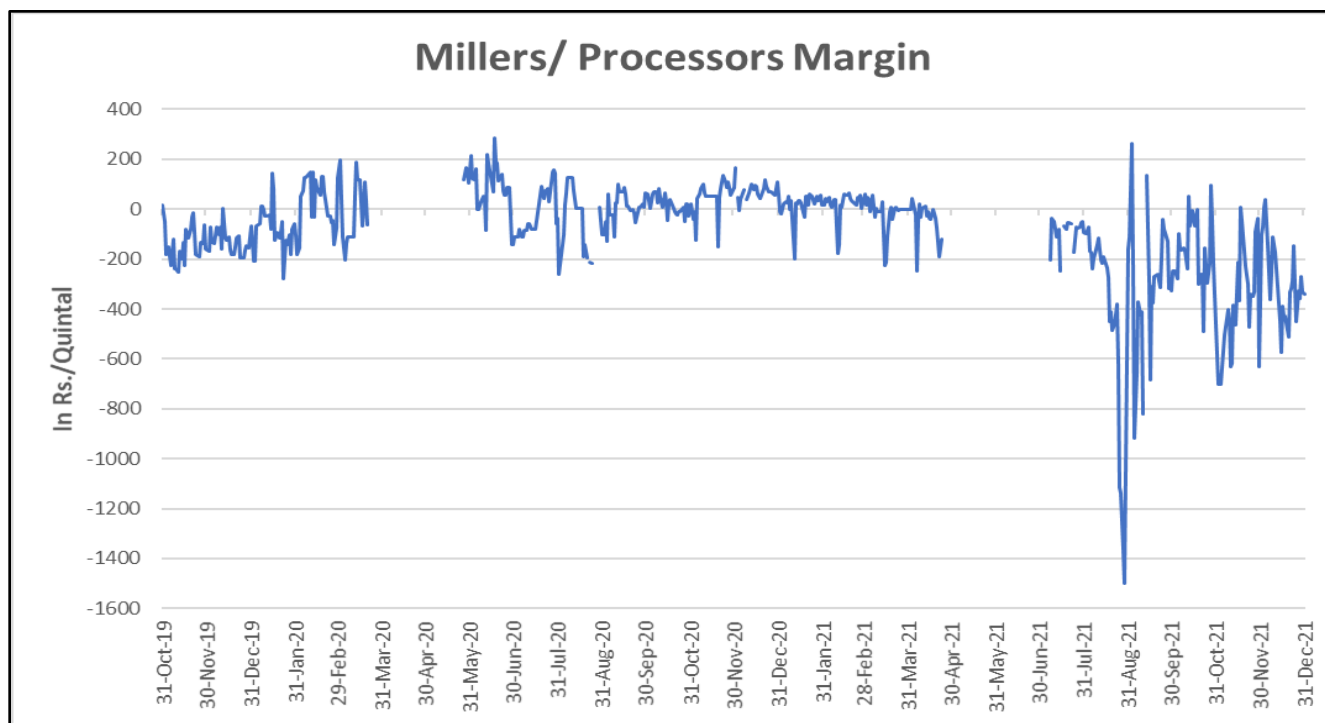
In Jodhpur, weekly guar gum price increased by 1.85% to Rs 11,000 /Qtl as compared to Rs.10,800 /Qtl in previous week.

Additionally, As on 31st December, jodhpur guar gum prices went up by 5.88% to Rs 10,800/Qtl compared to previous month at Rs 10,200/ Qtl. during the month, market made high of Rs 12,000/Qtl, monthly low at Rs 10,000/Qtl.



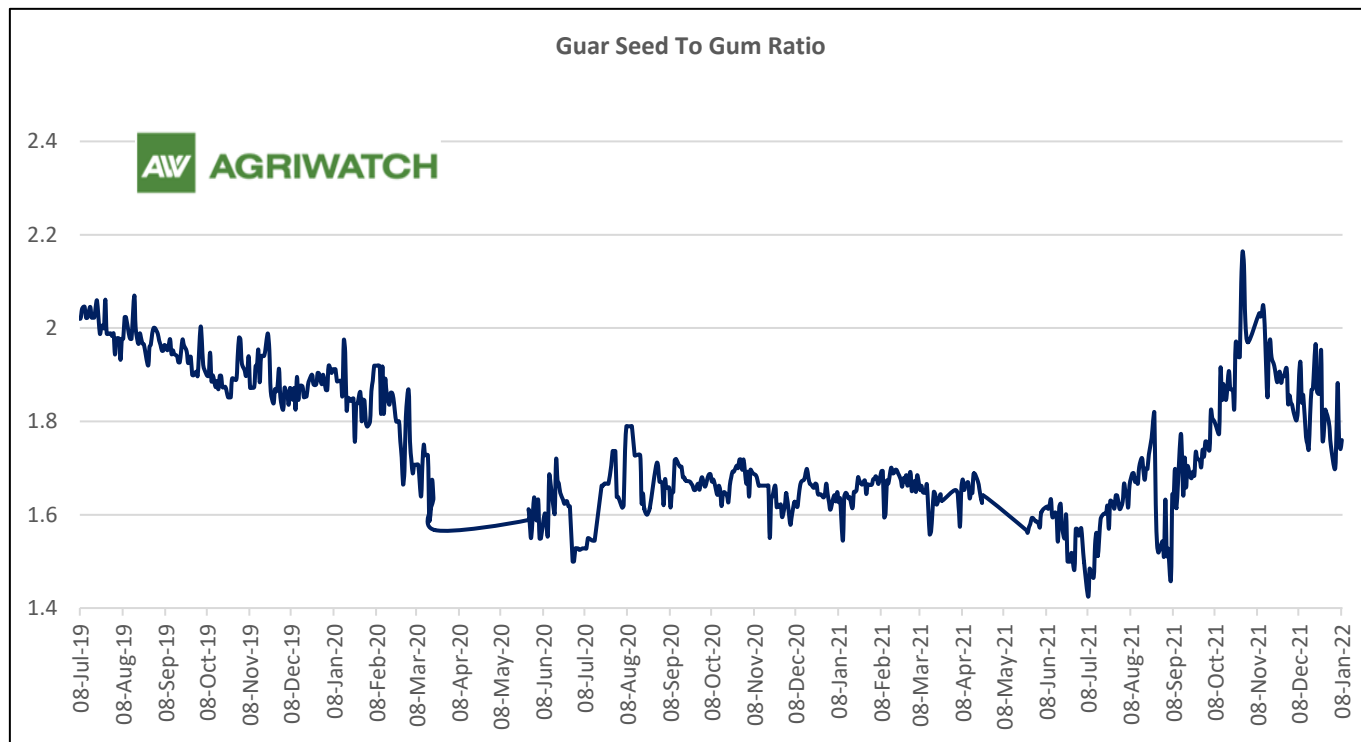
Millers/Processors Margin

As seen in the chart, the average crush margin of guar seed have decreased in December'21 as compared to November'21, the average crush margin decreased to Rs. -283/quintal in Dec'21 compared to Rs. -114/quintal in Nov'21. Decrease in the guar product prices like churi and korma have pushed down the processors' margin.



Guar Seed to Gum Ratio

The average weekly Ratio of guar seed to gum stood at 1.77 as compared to last week 1.80. Overall, weak demand of gum from domestic markets has kept the overall ratio lower side.



Guar Gum Weekly Export

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Week On Week Exports	Quantity in MT	Average FoB (\$/T)
01-08 November-2021	2242	1962
9-15 November-2021	5289	1967
16-22 November-2021	4970	2374
23-30 November-2021	4965	2371
Total	17466	2169

Source:Trade



Technical Analysis (Guar Seed)

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Commodity: Guar Seed
Contract: January

Exchange: NCDEX
Expiry: January 20, 2021

Guar Seed (Jan, Daily Chart)



Technical Commentary:

- This week, Guar seed posted 3.22% gains on buyers interest and closed at 6221.
- Prices closed above 100 DMA, indicating firm tone in near-term.
- MACD cross over indicating firm tone in near term.
- RSI and stochastic are indicating good buying strength.

Weekly Supports & Resistances			S1	S2	PCP	R1	R2
Guar Seed	NCDEX	Jan	6100	6000	6221	6700	6900
			Call	Entry	T1	T2	SL
Guar Seed	NCDEX	Jan	BUY	6200	6350	6500	6120



Technical Analysis (Guar Gum)

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Commodity: Guar Gum
Contract: January

Exchange: NCDEX
Expiry: January 20, 2021

Guar Gum (Jan, Daily Chart)



Technical Commentary:

- Guar gum posted 3.18% gains on buyers interest and closed at 11098.
- Prices closed above 100 DMA, indicating firm tone in near-term.
- MACD cross over indicating firm tone in near term.
- RSI and stochastic are indicating good buying strength.

Weekly Supports & Resistances			S1	S2	PCP	R1	R2
Guar Gum	NCDEX	Jan	10600	10400	11098	12000	12500
Weekly Trade Call			Call	Entry	T1	T2	SL
Guar Gum	NCDEX	Jan	BUY	11000	11500	11900	10800

Guar by – Products Weekly Average Prices:				
Commodity	Centre	1st Jan to 8th Jan 2022	27th Dec to 31st Dec 2021	Change
Churi	Jodhpur	2300	2300	Unch
Korma	Jodhpur	3500	3500	Unch
Churi	Sri-Ganganagar	2475	2475	Unch
Korma	Sri-Ganganagar	3600	3675	-75
Prices in Rs/75 kg				

Guar Export Weekly Average Prices:				
Commodity	Variety	1st Jan to 8th Jan 2022	27th Dec to 31st Dec 2021	Change
Guargum Split		820	817	3
Guargum Powder	200 Mesh 5000 CPS	1008	1004	4
	200 Mesh 3500 CPS	968	964	4
Guargum Meal	40%	376	375	2
	50%	551	549	2
Prices in \$/MT				

Guar Seed Weekly Average Prices:					
Commodity	District	Centre	Weekly Prices (Average) (Rs/Qtl)		Change
Guar Seed			1st Jan to 8th Jan 2022	27th Dec to 31st Dec 2021	
Rajasthan	Jodhpur	Jodhpur (Loose)	5953	6070	-117
		Jodhpur(Delivery)	6251	6374	-123
	Sri-Ganganagar	Sri-Ganganagar(Loose)	5892	5900	-8
		Sri-Ganganagar (Delivery)	6042	6050	-8
		Rawla (Loose)	5988	5910	78
		Gharsana (Loose)	5969	5900	69
		Raisinghnagar (Loose)	6125	5930	195
	Bikaner	Bikaner (Loose)	5931	5850	81
		Bikaner (Delivery)	6228	6143	85
		Nokha(Loose)	5838	5720	118
		Nokha (Delivery)	6129	6006	123
		Khajuwala (Loose)	5925	5840	85
		Khajuwala (Delivery)	6221	6132	89
		Lunkaransar (Loose)	5925	5785	140

	Hanumangarh	Hanumangarh (Loose)	5800	5780	20
		Hanumangarh (Delivery)	6090	6069	21
		Nohar (Loose)	5918	5870	48
		Pilibanga (Loose)	5769	5636	133
	Nagaur	Nagaur (Loose)	5950	5805	145
	Churu	Churu (Delivery)	5967	5930	37
	Alwar	Alwar (Loose)	5317	5390	-73
Haryana	Hisar	Adampur (Loose)	5775	5720	55
		Adampur (Delivery)	6064	6006	58
	Bhiwani	Bhiwani (Delivery)	-	5960	-
		Siwani (Loose)	5996	5820	176
	Sirsa	Sirsa (Loose)	5718	5692	26
		Dhabwali (Loose)	5675	5800	-125
		Dhabwali (Delivery)	5959	6090	-131
		Ellanabad (Loose)	5875	5700	175
	Fatehabad	Fatehabad (Loose)	5375	5320	55
Gujarat	Banaskantha	Deesa (Loose)	-	-	-
	Patan	Patan (Loose)	5636	5502	134
	Rajkot	Rajkot (Loose)	5678	5685	-7
	Jamnagar	Dhrol (Loose)	-	-	-
Madhya Pradesh	Gwalior	Dabra (Loose)	-	-	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	10783	11180	-397
	Alwar	Alwar	-	-	-
	Hanumangarh	Nohar	-	-	-
Haryana	Bhiwani	Bhiwani	-	-	-
	Sirsa	Sirsa	11230	11400	-170
		Dhabwali	-	-	-
		Ellanabad	-	-	-
	Fatehabad	Fatehabad	10830	11000	-170

Guar Cumulative Arrivals in Key Centers:

Commodity	District	Centre	Weekly Arrivals (Quintals)		Change
			1st Jan to 8th Jan 2022	27th Dec to 31st Dec 2021	
Guar Seed	Jodhpur	Jodhpur	350	410	-60
	Sri-Ganganagar	Sri-Ganganagar	3900	3600	300
		Rawla	455	675	-220

		Gharsana	327	330	-3
		Raisinghnagar	200	470	-270
	Bikaner	Bikaner	2900	5300	-2400
		Nokha	1650	2450	-800
		Khajuwala	700	1300	-600
		Lunkaransar	3500	4600	-1100
	Hanumangarh	Hanumangarh	250	440	-190
		Nohar	1408	630	778
		Pilibanga	370	550	-180
	Nagaur	Nagaur	1200	3700	-2500
	Churu	Churu	470	770	-300
	Alwar	Alwar	690	145	545
Haryana	Hisar	Adampur	3100	3400	-300
	Bhiwani	Bhiwani	-	2900	-
		Siwani	700	1250	-550
	Sirsa	Sirsa	3700	5200	-1500
		Dhabwali	358	600	-242
		Ellanabad	820	150	670
	Fatehabad	Fatehabad	320	700	-380
Gujarat	Banaskantha	Deesa	-	-	-
	Patan	Patan	118	161	-43
	Rajkot	Rajkot	310	390	-80
	Jamnagar	Dhrol	-	-	-
Madhya Pradesh	Gwalior	Dabra	-	-	-
Total Arrivals/Above Markets			27796	40121	-12325

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