



## Guar Weekly Research Report

### Table of Contents

- ❖ **Executive Summary**
- ❖ **Outlook**
- ❖ **Domestic Market Fundamentals**
- ❖ **Processing Margins**
- ❖ **Guar Gum Weekly Exports**
- ❖ **Technical Analysis (Guar Seed)**
- ❖ **Technical Analysis (Guar Gum)**
- ❖ **Guar Seed & Gum Prices at Key Spot Markets**
- ❖ **Guar Seed Arrivals at Key Centers**



## *Executive Summary*

## *Domestic Guar Seed Market Summary*

During the week under review, profit booking witnessed in the market, Guar seed weekly average prices at Jodhpur delivery prices went down by 2.17% to Rs. 6,708/qtl. In tandem with Guar seed, Guar gum prices in Jodhpur in also decreased by 2.66% to Rs. 12,567 /Qtl during the week under review.

Oil rig count increased this week by 2 to 548, Crude oil traded to \$106/ barells.

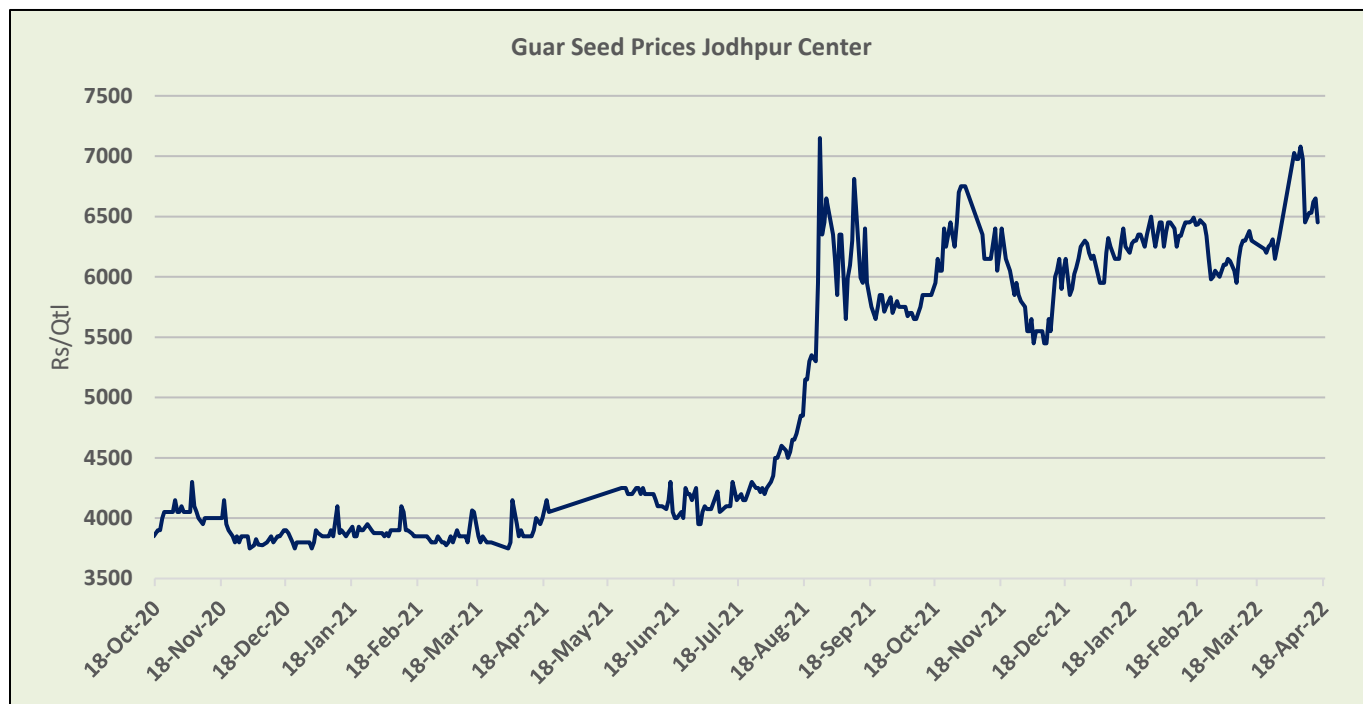
Guar crush margin improved on firm curi korma prices during the week under review.

### **Outlook – Guar seed (Spot, Jodhpur basis):**

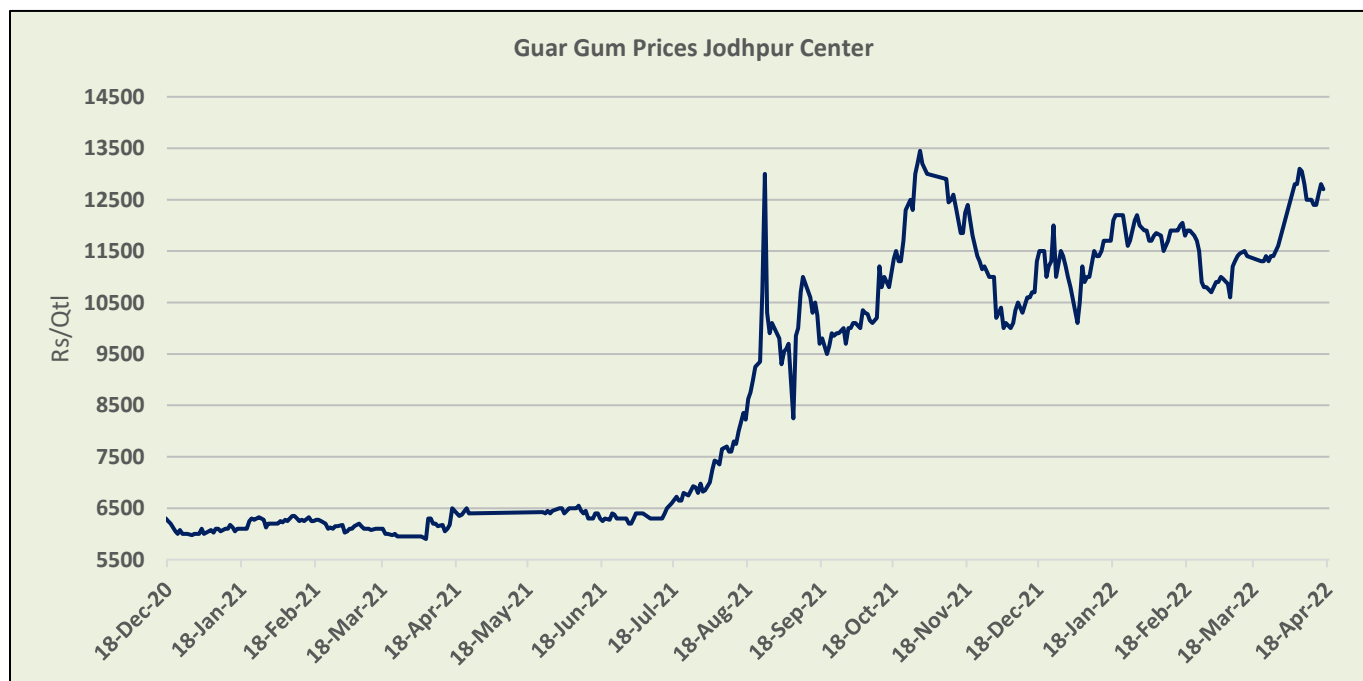
Guar seed - prices are expected to remain firm on firm export demand. The Jodhpur Guar seed delivery prices are likely to trade in the range between 6,500 –6,600/Qtl. in the short-run. And Guar gum is expected to trade in the range of 12,200-12,800/qtl in near term.

## Domestic Market Fundamentals

During the week under review, Guar seed Jodhpur delivery weekly average prices went down by 2.17% to Rs.6,708/qtl. on profit booking at higher level.



During the week under review average weekly prices of guar gum at Jodhpur traded with weak sentiments and went down by 2.66% on profit booking. However, crude oil remained firm and closed at \$106.95/ barells.



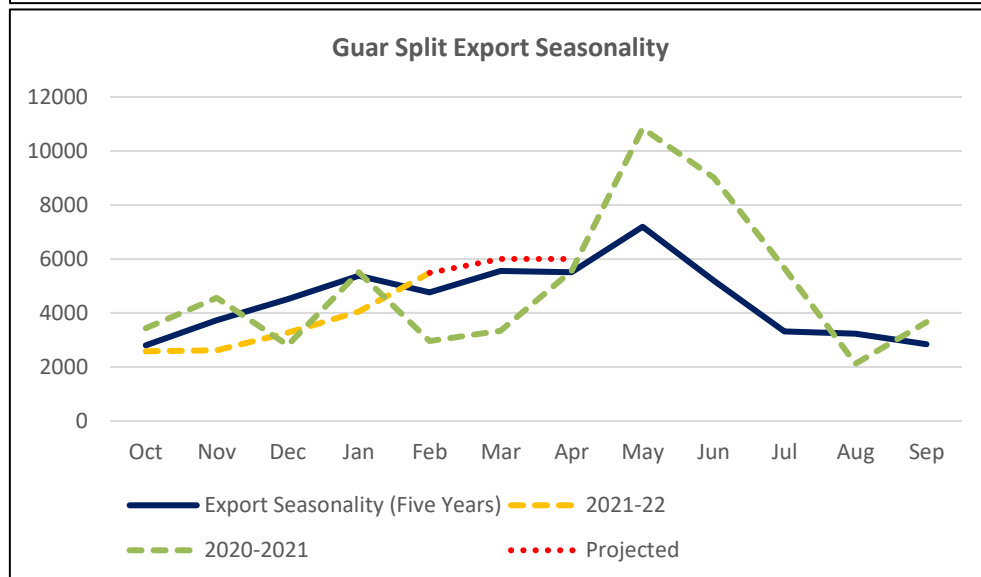
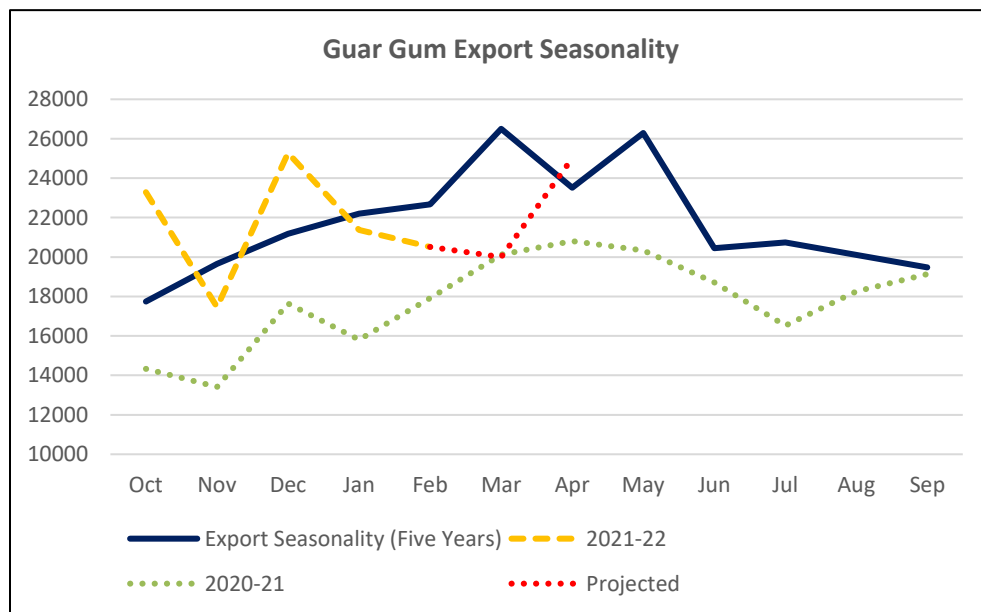
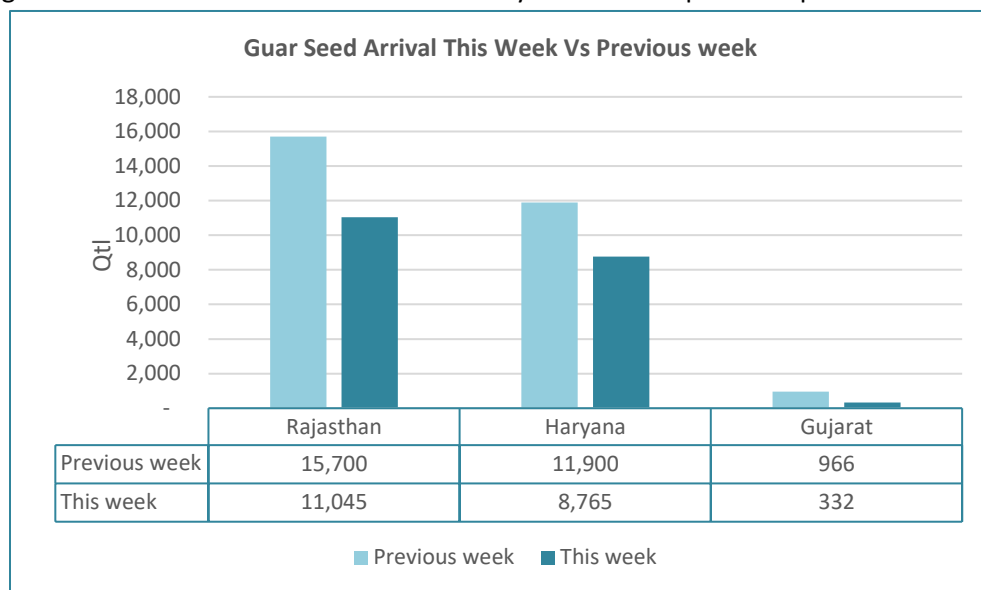
Overall Guar seed arrivals during the week under review recored down by 29% as compared to previous week.

Arrivals went down by 29 % in Rajasthan, while in Haryana and Gujarat arrivals went down by 26 and 65% respectively as compared to previous week.

As on 14th April'2022, as per data released by Baker Hughes, the number of oilrigs in USA went up by 2 to 548 as compared to previous week at 546. Increase in oilrig count was driven by overall firm crude oil prices.

Overall, India's guar export in Oct'21-Feb'22 is up by 28% to 1,25,921 MT as compared to 98,379 MT previous same period last year. Increase in oilrig count and weak Indian currency supported export demand.

India's guar gum exports decreased in the month of February 2022 by 4% to 20,518 MT compared to 21,373 MT during previous month at an average FoB of US \$2,326 per MT as compared to US \$2,171 per MT previous month. However, the gum shipments were up by 14.53% in Feb'2022 compared to the same period last year. Out of the total exported quantity, around 6,406 MT (31.22%) bought by US, Russia bought 3,579 MT (17.44%), Germany 2,356 MT (11.48%), China 1,230 MT (5.99%), and Canada 897 MT (4.37%) respectively



Additionally, India's Guar split exports increased in the month of Feb'2022 by 35.60% to 5,485 MT as compared to 4,045 MT previous month at an average FoB of US \$ 1,815 per MT compared to US \$ 1,780 per MT last month. However, the guar split shipments went up by 85.03 % to 5,485 MT in Feb'22 compared to the same period last year at 2,964 MT. Out of the total exports, around 3,460 MT (72.20%) bought by China, US 760 MT (13.86%), Mexico 405 MT (7.38%) and Switzerland bought 360 MT(6.56%) respectively.

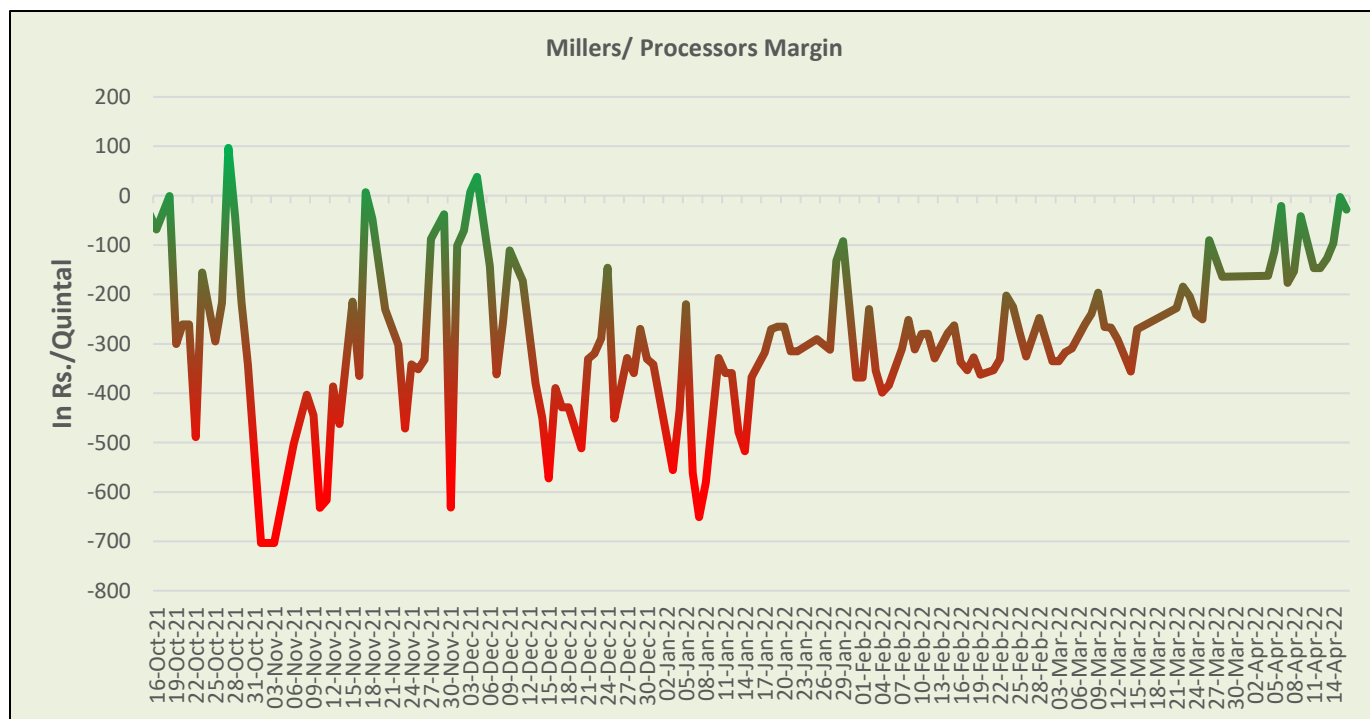
Meanwhile, according to Agriwatch estimates, 2021 Guar seed production is estimated at 4.5 lakh MT lower than previous year's 5.83 lakh MT.

### Previous months exports:

India's guar gum exports decreased in the month of January 2022 by 15.43% to 21,373 MT compared to 25,274 MT during previous month at an average FoB of US \$2,171 per MT as compared to US \$2,466 per MT previous month. However, the gum shipments were up by 35.18% in Jan'2022 compared to the same period last year. Of the total exported quantity, around 6,473 MT bought by US, Russia bought 3,519 MT, Germany bought 2,640 MT, China bought 1,282 MT, and Canada bought 696 MT.

Additionally, India's guar split exports increased in the month of Jan'2022 by 23.78% to 4,045 MT compared to 3,268 MT previous month at an average FoB of US \$ 1,780 per MT compared to US \$ 1,639 per MT previous month. However, the guar split shipments gone down by 26.61 % in Jan'22 compared to the same period last year. Of the total exported quantity, around 3,460 MT bought by China, US bought 500 MT, and Mexico bought 78 MT.

**Millers/Processors Margin** Crush margin has improved in on improvement in churi korma prices. During the week under review, the average crush margin of Guar seed has increased to RS. -93/qrtl as compared to Rs. -125/qrtl. Lower guar product prices (churi and korma) have pushed down the processors' margin.





## Guar gum Weekly Export

Week On Week Exports	Quantity in MT	Average FoB (\$/T)
01-08 February-2022	5910	2622
9-15 February-2022	5196	2191
16-22 February-2022	5459	2307
23-28 February-2022	3952	2117
Total	20518	2326

Source:Trade

## Technical Analysis (Guar seed)

Commodity: Guar seed  
Contract: May

Exchange: NCDEX  
Expiry: May 20, 2022

### Guar seed (May, Daily Chart)



### Technical Commentary:

- As seen in the above chart, prices are rebounded from lower channel and 18 DMA.
- Prices closed above 100 DMA, 50 DMA, whereas 18 DMA can be characterized as support.
- During the week, Guar seed went up by 1.16% and closed at 6526 during the week Guar seed made low of 6390 and a high of 6579.
- MACD cross over indicating firm momentum.
- RSI at 56, indicating firm buying strength.

Weekly Supports & Resistances			S1	S2	PCP	R1	R2
Guar seed	NCDEX	May	6300	6200	6526	6900	7100
			Call	Entry	T1	T2	SL
Guar seed	NCDEX	May	Buy	Near 6500	6700	6800	6400



## Technical Analysis (Guar gum)

Commodity: Guar gum  
Contract: May

Exchange: NCDEX  
Expiry: May 20, 2022

### Guar gum (May, Daily Chart)



### Technical Commentary:

- As seen in the above chart, prices are rebounded from lower channel and 18 DMA.
- Guar gum went up by 2.89% and closed at 12,700, during the week market made low of 12123 and a high of 12700.
- Trading above 100 DMA and 50 DMA, can be characterized as support.
- MACD cross over indicating steady momentum in near term.
- RSI at 60 indicating firm buying strength.

Weekly Supports & Resistances			S1	S2	PCP	R1	R2
Guar gum	NCDEX	May	12200	12300	12700	13200	13500
Weekly Trade Call			Call	Entry	T1	T2	SL
Guar gum	NCDEX	May	BUY	Near 12500	12800	13000	12400

## Guar by – Products Weekly Average Prices:

Commodity	Centre	09th April 22 to 15th April 2022	02nd April 22 to 8th April 2022	Change
Churi	Jodhpur	2725	2718	7
Korma	Jodhpur	3716	3788	-72
Churi	Sri-Ganganagar	2602	2591	11
Korma	Sri-Ganganagar	3647	3576	71

Prices in Rs/75 kg

## Guar Export Weekly Average Prices:

Commodity	Variety	09th April 22 to 15th April 2022	02nd April 22 to 8th April 2022	Change
Guargum Split		1647	1763	-116
Guargum Powder	200 Mesh 5000 CPS	1844	1961	-117
	200 Mesh 3500 CPS	1805	1922	-117
Guargum Meal	40%	527	529	-2
	50%	672	674	-3

Prices in \$/MT

## Guar Seed Weekly Average Prices:

Commodity	District	Centre	Weekly Prices (Average ) (Rs/Qtl)		Change
Guar Seed			09th April 22 to 15th April 2022	02nd April 22 to 8th April 2022	
Rajasthan	Jodhpur	Jodhpur (Loose)	6388	6530	-142
		Jodhpur(Delivery)	6708	6857	-149
	Sri-Ganganagar	Sri-Ganganagar(Loose)	6025	6017	8
		Sri-Ganganagar (Delivery)	6175	6167	8
		Rawla (Loose)	-	-	-
		Gharsana (Loose)	6067	6280	-213
		Raisinghnagar (Loose)	-	-	-
	Bikaner	Bikaner (Loose)	6183	6283	-100
		Bikaner (Delivery)	6493	6598	-105
		Nokha(Loose)	6165	6225	-60
		Nokha (Delivery)	6473	6536	-63
		Khajuwala (Loose)	5888	6233	-346



		Khajuwala (Delivery)	6182	6545	-363
		Lunkaransar (Loose)	6108	6258	-150
	Hanumangarh	Hanumangarh (Loose)	-	6000	-
		Hanumangarh (Delivery)	-	6300	-
		Nohar (Loose)	6277	5878	398
		Pilibanga (Loose)	5933	6065	-132
	Nagaur	Nagaur (Loose)	6122	-	-
	Churu	Churu (Delivery)	6425	-	-
	Alwar	Alwar (Loose)	6050	-	-
Haryana	Hisar	Adampur (Loose)	6200	6275	-75
		Adampur (Delivery)	6510	6589	-79
	Bhiwani	Bhiwani (Delivery)	1250	-	-
		Siwani (Loose)	6242	6321	-79
	Sirsa	Sirsa (Loose)	6067	6216	-149
		Dhabwali (Loose)	6042	6140	-98
		Dhabwali (Delivery)	6344	6447	-103
		Ellanabad (Loose)	6107	6110	-3
	Fatehabad	Fatehabad (Loose)	5975	5975	Unch
Gujarat	Banaskantha	Deesa (Loose)	-	-	-
	Patan	Patan (Loose)	-	-	-
	Rajkot	Rajkot (Loose)	6000	6233	-233
	Jamnagar	Dhrol (Loose)	-	-	-
Madhya Pradesh	Gwalior	Dabra (Loose)	-	-	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	12567	12910	-343
	Alwar	Alwar	12650	13150	-500
	Hanumangarh	Nohar	-	-	-
Haryana	Bhiwani	Bhiwani	-	-	-
	Sirsa	Sirsa	12550	12933	-383
		Dhabwali	-	-	-
		Ellanabad	-	-	-
	Fatehabad	Fatehabad	12717	12900	-183

Guar Cumulative Arrivals in Key Centers:					
Commodity	District	Centre	Weekly Arrivals (Quintals)		Change
Guar Seed			09th April 22 to 15th April 2022	02nd April 22 to 8th April 2022	
Rajasthan	Jodhpur	Jodhpur	230	395	-165
	Sri-Ganganagar	Sri-Ganganagar	450	1050	-600
		Rawla	80	100	-20
		Gharsana	100	230	-130
		Raisinghnagar	-	0	Unch
	Bikaner	Bikaner	2150	2200	-50
		Nokha	2400	2150	250
		Khajuwala	110	650	-540
		Lunkaransar	2200	4200	-2000
	Hanumangarh	Hanumangarh	0	195	-195
		Nohar	950	1330	-380
		Pilibanga	50	570	-520
	Nagaur	Nagaur	625	530	95
	Churu	Churu	1700	2100	-400
	Alwar	Alwar	0	0	Unch
Haryana	Hisar	Adampur	2300	2000	300
	Bhiwani	Bhiwani	100	600	-500
		Siwani	2500	2900	-400
	Sirsa	Sirsa	2200	4300	-2100
		Dhabwali	250	1265	-1015
		Ellanabad	1145	545	600
	Fatehabad	Fatehabad	270	290	-20
Gujarat	Banaskantha	Deesa	0	0	Unch
	Patan	Patan	67	16	51
	Rajkot	Rajkot	265	950	-685
	Jamnagar	Dhrol	0	0	Unch
Madhya Pradesh	Gwalior	Dabra	0	0	Unch
Total Arrivals/Above Markets			20142	28566	-8424

## Week on Week Price: Scenario of Guarseed and Guargum:

Commodity	District	Centre	Today	Week Ago	Month Ago	Year Ago
Guar Seed			15-Apr-22	9-Apr-22	15-Mar-22	16-Apr-21
Rajasthan	Jodhpur	Jodhpur (Loose)	6300	6300	6150	3850
		Jodhpur(Delivery)	6615	6615	6458	4043
	Sri-Ganganagar	Sri-Ganganagar(Loose)	6050	6050	5850	-
		Sri-Ganganagar (Delivery)	6200	6200	6000	-
		Rawla (Loose)	NA	6000	5700	-
		Gharsana (Loose)	6000	6200	5800	-
		Raisinghnagar (Loose)	NA	-	5900	-
	Bikaner	Bikaner (Loose)	6200	6200	5900	NR
		Bikaner (Delivery)	6510	6510	6195	NR
		Nokha(Loose)	6180	6150	6000	4025
		Nokha (Delivery)	6489	6458	6300	4226
		Khajuwala (Loose)	5950	NA	5900	NA
		Khajuwala (Delivery)	6248	NA	6195	NA
		Lunkaransar (Loose)	6200	5900	5850	3950
	Hanumangarh	Hanumangarh (Loose)	-	-	5600	3800
		Hanumangarh (Delivery)	-	-	5880	3990
		Nohar (Loose)	6200	6250	6200	-
		Pilibanga (Loose)	6000	5900	5780	-
	Nagaur	Nagaur (Loose)	6150	6200	6000	-
	Churu	Churu (Delivery)	Closed	6500	5900	-
	Alwar	Alwar (Loose)	Closed	6100	5700	-
Haryana	Hisar	Adampur (Loose)	6200	6300	5700	3950
		Adampur (Delivery)	6510	6615	5985	4148
	Bhiwani	Bhiwani (Delivery)	-	6250	-	4050
		Siwani (Loose)	6300	6200	6000	4175
	Sirsa	Sirsa (Loose)	6100	6050	5660	-
		Dhabwali (Loose)	6000	6025	5700	-
		Dhabwali (Delivery)	6300	6326	5985	-
		Ellanabad (Loose)	6050	6200	5650	-

	<b>Fatehabad</b>	Fatehabad (Loose)	6050	6000	5450	4000
<b>Gujarat</b>	<b>Banaskantha</b>	Deesa (Loose)	-	-	-	-
	<b>Patan</b>	Patan (Loose)	Closed	5725	-	3800
	<b>Rajkot</b>	Rajkot (Loose)	6075	6175	-	-
	<b>Jamnagar</b>	Dhrol (Loose)	-	-	-	-
<b>Madhya Pradesh</b>	<b>Gwalior</b>	Dabra (Loose)	-	-	-	-
<b>Guar Gum</b>						
<b>Rajasthan</b>	<b>Jodhpur</b>	Jodhpur	12700	12500	11400	6500
	<b>Alwar</b>	Alwar	Closed	13000	-	-
	<b>Hanumangarh</b>	Nohar	-	-	-	-
<b>Haryana</b>	<b>Bhiwani</b>	Bhiwani	-	11600	-	6230
	<b>Sirsa</b>	Sirsa	12700	12200	11300	-
		Dhabwali	-	-	-	-
		Ellanabad	-	-	-	-
	<b>Fatehabad</b>	Fatehabad	12700	12900	11400	6400

#### Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> © 2022 Indian Agribusiness Systems Limited