

Guar Market Report April, 2018

Guar price finds some strong support near psychological INR 9,000/100kgs mark. High stocks and reports of good Monsoon could keep uptrend limited in Guar. In last fifteen days we have not seen any higher levels in Guar as profit booking set in commodity exchange after the recent uptrend. Normal monsoon predictions by IMD are good for Guar sowing prospects. Here is the IMD forecast link- <https://timesofindia.indiatimes.com/india/imd-monsoon-forecast-spells-good-news-for-farmers-govt/articleshow/63791806.cms>.

Arrival of Guar seed in local mandis has reached around 9000-10000 bags almost 50% lower from last month. As you know this year Guar seed production was lower than the previous year and as per estimates the production might be 70, 00,000-80, 00,000 bags (100 kgs). Now export of Guar gum has been higher than the previous year therefore the gap between demand and supply will increase versus last year and therefore we remain bullish in guar complex from long term perspective. Guar is also getting support from Crude oil prices. Recovery in crude oil prices could brighten the export prospects keeping long term trend bullish.

As per US data, the US oil and gas rig count has reached to 1007 which are 5 rigs more than the previous week. The government of India has announced MSP of kharif crops to be at least 1.5 times of production cost. This will lead to higher sowing area of Kharif pulses and as a result, the cultivation area of Guar Seed is expected to reduce further—another bullish factor.

As per global organizations, USA will lead in oil production in the year 2018 hence usage of guar gum might remain higher this year. It may be noted that Guar gum is used as drilling chemical and gelling agent in the fracturing process. Strength in crude oil will keep export demand of guar gum quite stable. Consumption of drilling chemicals is increasing with rising crude oil prices. Market report says that guar gum export was 39% higher than last year until February.

As per reports from APEDA, improved export demand of Guar Gum has been noted. This year there is export of Guar Gum around 449,706 MT, 39% increased compare to last year export 361,833 MT during the period between April – Feb 2017-18.

COMPARATIVE STATEMENT FOR EXPORT OF AGRI AND PROCESSED FOOD PRODUCTS												
April - February (2017-18) VIS-A-VIS PREVIOUS YEAR (Based on Provisional Data)												
PRODUCTS	April - February (2016-17)				April - February (2017-18)				% Change		% Share in	
	QTY		VALUE		QTY		VALUE		Rs.	USD	Rs.	USD
	In MTs	Rs. Crores	USD Million	Per Tonnes	In MTs	Rs. Crores	USD Million	Per Tonnes				
SCHEDULE PRODUCTS												
A. FLORICULTURE	20256	502	75	3689	19177	466	72	3773	-7.2	-3.2	0.4	0.4
B. FRUIT & VEGETABLE SEEDS	5718	427	64	11128	9405	575	89	9492	34.6	40.3	0.5	0.5
FLORICULTURE & SEEDS		929	138			1041	162		12.0	16.8	1.0	1.0
A. FRESH FRUITS	683537	4047	602	881	547115	3821	594	1085	-5.6	-1.4	3.6	3.6
B. FRESH VEGETABLES	3124469	5393	803	257	2017640	4568	709	352	-15.3	-11.6	4.3	4.3
FRUITS & VEGETABLES		9440	1405			8389	1303		-11.1	-7.3	7.9	7.9
A. PULSES	113714	1062	158	1391	134506	1175	183	1357	10.7	15.3	1.1	1.1
B. PROCESSED VEGETABLES	169556	1552	231	1363	187365	1614	251	1338	4.0	8.5	1.5	1.5
C. PROCESSED FRUITS & JUICES	480053	3539	527	1097	509080	3729	579	1138	5.4	9.9	3.5	3.5
PROCESSED FRUITS & VEGETABLE		6153	916			6519	1012		5.9	10.5	6.2	6.2
A. BUFFALO MEAT	1193079	23651	3522	2952	1234288	23774	3609	2989	0.5	4.7	22.4	22.4
B. SHEEP/GOAT MEAT	20016	793	118	5893	21995	802	125	5661	1.2	5.6	0.8	0.8
C. ANIMAL CASINGS	155	13	2	12051	10682	278	43	4029	2109.7	2200.1	0.3	0.3
D. PROCESSED MEAT	100	3	0.4	4527	237	9	1	6138	220.9	236.2	0.0	0.0
E. OTHER MEAT	12	0.21	0.03	2579	997	16	2	2470	7589.0	7858.7	0.0	0.0
F. POULTRY PRODUCT		481	72			489	76		1.6	6.1	0.5	0.5
G. DAIRY PRODUCTS	78319	1500	223	2849	86893	1672	260	2987	11.5	16.3	1.6	1.6
LIVESTOCK PRODUCTS		26440	3937			27039	4196		2.3	6.6	25.5	25.5
A. GROUNDNUTS	658168	4935	732	1113	449190	3028	470	1048	-38.6	-35.9	2.9	2.9
B. GUARGUM	361833	2666	396	1096	449706	3713	577	1282	39.3	45.5	3.5	3.5
D. CEREAL PREPARATIONS	311382	3261	486	1559	320330	3236	502	1509	-0.8	3.5	3.1	3.1
E. COCOA PRODUCTS	23279	993	148	6355	26295	998	155	5892	0.5	4.7	0.9	0.9
F. MILLED PRODUCTS	232762	740	110	474	241600	785	122	505	6.1	10.6	0.7	0.7
G. ALCOHOLIC BEVERAGES	210943	1829	272	1290	219907	1892	294	1338	3.5	7.9	1.8	1.8
H. MISC. PROCESSED ITEMS		2757	411			3337	518		21.0	26.2	3.2	3.2
OTHER PROCESSED FOODS		17181	2555			16989	2638		-1.1	3.2	16.0	16.0
A. BASMATI RICE	3592021	19160	2851	794	3619372	23738	3688	1019	23.9	29.3	22.4	22.4
B. NON-BASMATI RICE	5996976	15061	2241	374	7766464	20565	3194	411	36.5	42.5	19.4	19.4
C. WHEAT	255192	429	64	251	201233	342	53	264	-20.2	-17.0	0.3	0.3
D. OTHER CEREALS	698190	1335	196	284	689219	1281	199	288	-4.0	0.2	1.2	1.2
CEREALS		35985	5355			45927	7134		27.6	33.2	43.4	43.4
TOTAL		96127	14308			105903	16445		10.17	14.94	100.00	100.00

Source : DGCIIS Principal commodities data April - February (2017-18) (Provisional data)

Nectar Lifesciences Releases New-Grade 45-50 Guar Gum for Shale Gas Hydraulic Fracturing

Used as a stabilizing, thickening and suspending agent in drilling fluids today, Guar Gum helps to balance the viscosity levels of the drilling mud. It therefore helps the drilling fluids to move the drill waste from the deepest holes while providing a streamlined operation with reduced friction.

Until now, oil and shale fracking companies have been relying on 35-40 or 40-45 viscosity Guar Gum. Our new product is a very fast and reliable hydration Guar that will be specially used in the stimulation of oil and gas wells with aqueous systems. Its top notch grade guarantees it will deliver the proponents more efficiently into the formations.

Nectar is known for its proprietary homogenous process for washing of Guar spilt, automating the process for hydration of the spilt today. Relying on optimized equipment that controls speed in order to acquire the desired quality, Nectar employs innovative technologies that reduce energy consumption along the way.

Additionally, the Nectar guar facility is food grade GMP certified and approved from the likes of INTEREK, BSI, and ALCUMUS, earning them a spot in India's top 300 organizations today.



We're proud to be a top choice for quality, conscious consumers looking for BRC and USFDA certification. For more information, visit: <http://www.nectarguar.com>

About Nectar:

Nectar Lifesciences is an Indian integrated pharmaceutical organisation with leadership in cephalosporin antibiotics Active pharmaceutical ingredients, finished dosage forms, diagnostic products, empty hard gelatine capsules and agricultural products such as menthol derivatives and Guar Gum.

Nectar started its operations in 1997 and now its annual revenue exceeds 300 million USD.
About Nectar:-

- India's top 300 organization with revenue over 300 million USD
- Dun & Bradstreet D-U-N-S' 86-237-2356
- 13 Manufacturing facilities spread over 400,000 sq m
- Exports to over 50 countries
- Certified Star Trading House by Government of India

Website: www.nectarguar.com

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