

**Domestic Fundamentals:**

- Mostly market traded mixed on cash crunch affected trading activities on Monday amid lower arrivals.
- With the recent updates on production cuts by OPEC and Non-OPEC countries, the prices of crude oil has increased which has led to an increase in demand of about 15 percent for guar gum as it is used in hydraulic fracturing. However, farmers are not able to take advantage of this opportunity due to cash crunch. For 2015-16, guar seed products exports were around 3.15 lakh tonnes out of which guar gum were around 2.07 lakh tonnes. This year exports are expected to recover from their four-year low of 3.15 lakh tonnes.
- According to IBIS (provisional data) for the month of November, Export of guar seed products i.e. powder, Split and meal has decreased by 3666 metric tonnes compared to last month. India has exported 25872 tonnes of guar products in the month of November. Of the total quantity, 16053 tonnes is guar gum powder and the remaining is Guar split (3209 tonnes) and Guar meal (6610 tonnes).
- According to IBIS (provisional data), export of guar seed products (Guar Powder, Split and Meal) have increased compared to last week. In the week (21-26 November) the exports were around 8625 metric tonnes compared to 7684 metric tonnes in the week (14-20 November). The export of all guar split and guar gum powder has increased.
- According to IBIS (provisional data) for 21-26 November'16, the average \$FOB/Tonne has increased for guar split, guar meal and guar gum compared to last week. India has exported 5056 metric tonnes of guar gum powder at an average fob of \$1401.56/tonne, 1420 metric tonnes of guar split at an average fob of \$969.24/tonne and 2149 metric tonnes of guar meal at an average fob of \$497.99/tonne.
- Total guar seed products export from India for the week (21-26 November) was 8625 tonnes. Out of the total around 4157.41 tonnes was exported from Mundra Port, 1352.61 tonnes from Jodhpur concor ICD and 1145.68 tonnes from Ahmedabad ICD. Whereas last week (14-20 November) 3133.26 tonnes was exported from Mundra Port, 1143.64 tonnes from Jodhpur concor ICD and 1181.7 tonnes from Ahmedabad ICD.
- The wholesale price index of guar seed has decreased from 261.7 in September 2016 to 251.7 in October 2016. The WPI for October 2016 is down by 63.1 compared to last year for the same month and by 136.5 compared to October 2014.
- Fear of cash crunch in coming days and ban on Rs 500 & Rs 1000 notes have impacted daily trading activities in cash market and pressure would continue to build up in coming days. Uncertainty over cash supply may drive cash market price down from current level. Restricted cash transaction would affect normal trade. US election result and ban on high denomination notes in India would continue to affect normal trading and price trend in the short term.

- According to first advance estimate for 2016-17 issued by Rajasthan's Department of Agriculture for Guar seed the area, production and yield are 2223474 hectares, 1962424 tonnes and 549 kg/hectare respectively. As compared to fourth advance estimate for 2015-16, the area, production and yield have decreased by 1209842 hectares, 261050 tonnes and 84kg/hectare respectively.

**Outlook:** Prices are likely to move from range bound to slightly weak in coming days.

## Guar Seed 10MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Dec-16	41	3255	3298	3255	3282	22380	10,510	9820	-11,040
Jan-17	42	3310	3354	3305	3336	41050	10,300	65500	8,000

## Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Dec-16	63	6159	6210	6128	6178	6480	3,630	5400	-3,315
Jan-17	59	6225	6277	6200	6247	9795	3,285	40010	2,090

## Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	9-Dec-16	9-Dec-16	9-Dec-16	5-Dec-16
Bikaner	7484	0	7484	7534
Deesa	6159	49	6208	6139
Sri Ganganagar	2434	50	2484	2334
Jodhpur	2489	0	2489	2489
Nokha	-	-	-	-

## Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	9-Dec-16	9-Dec-16	9-Dec-16	5-Dec-16
Deesa	-	-	-	-
Bikaner	3872	40	3912	7534
Jodhpur	5850	70	5920	6139
Nokha	5819	159	5978	2334
Sri Ganganagar	3860	0	3860	2489

**Guar Export Prices: As On 12 Dec, 2016**

	Variety	Value (Rs/Kg)	Value (\$/MT)
<b>Guargum/Split (Mundra Port)</b>		63	932
<b>Guargum Powder</b>	200 Mesh 5000 CPS	83	1228
	200 Mesh 3500 CPS	78	1154
<b>Guargum Meal</b>	Meal 40%	22	325
	Meal 50%	27	399

**Churi and Korma Prices: As On 12 Dec, 2016**

Commodity	Center	Rs/75kg
<b>Churi</b>	Jodhpur	1688
<b>Korma</b>	Jodhpur	2025
<b>Churi</b>	Sri Ganganagar	1613
<b>Korma</b>	Sri Ganganagar	1913

**Guar Seed Prices at Key Spot Markets:**

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			12-Dec-16	10-Dec-16	
<b>Guar Seed</b>	<b>Jodhpur</b>	Jodhpur (Loose)	3250	3250	Unch
		Jodhpur(Delivery)	3400	3400	Unch
	<b>Sri-Ganganagar</b>	Sri-Ganganagar(Loose)	3140	3140	Unch
		Sri-Ganganagar (Delivery)	3290	3290	Unch
		Rawla (Loose)	3200	3180	20
		Gharsana (Loose)	3190	3150	40
		Raisinghnagar (Loose)	3175	3150	25
	<b>Bikaner</b>	Bikaner (Loose)	3250	3200	50
		Bikaner (Delivery)	3350	3300	50
		Nokha(Loose)	3200	3200	Unch
		Nokha (Delivery)	3315	3315	Unch
		Khajuwala (Loose)	3220	3160	60
		Khajuwala (Delivery)	3349	3286	62
		Lunkaransar (Loose)	3200	3100	100
	<b>Hanumangarh</b>	Hanumangarh (Loose)	3200	3200	Unch
		Hanumangarh (Delivery)	3350	3350	Unch
		Nohar (Loose)	3200	3200	Unch
		Pilibanga (Loose)	3200	3225	-25
	<b>Nagaur</b>	Nagaur (Loose)	3100	3150	-50
	<b>Churu</b>	Churu (Delivery)	3300	3300	Unch

	<b>Alwar</b>	Alwar (Loose)	3050	3050	Unch
<b>Haryana</b>	<b>Hisar</b>	Adampur (Loose)	3225	3225	Unch
		Adampur (Delivery)	3375	3375	Unch
	<b>Bhiwani</b>	Bhiwani (Delivery)	3300	3300	Unch
		Siwani (Loose)	3300	3300	Unch
	<b>Sirsa</b>	Sirsa (Loose)	3260	NR	-
		Dhabwali (Loose)	3210	3210	Unch
		Dhabwali (Delivery)	3210	3210	Unch
		Ellanabad (Loose)	3200	3200	Unch
	<b>Fatehabad</b>	Fatehabad (Loose)	3200	3200	Unch
<b>Gujarat</b>	<b>Banaskantha</b>	Deesa (Loose)	NR	Closed	-
	<b>Patan</b>	Patan (Loose)	NA	3070	-
	<b>Rajkot</b>	Rajkot (Loose)	3135	3120	15
	<b>Jamnagar</b>	Dhrol (Loose)	NA	3045	-
<b>Madhya Pradesh</b>	<b>Gwalior</b>	Dabra (Loose)	Closed	Closed	-
<b>Guar Gum</b>					
<b>Rajasthan</b>	<b>Jodhpur</b>	Jodhpur	6300	6300	Unch
	<b>Alwar</b>	Alwar	6400	6200	200
	<b>Hanumangarh</b>	Nohar	6500	6500	Unch
<b>Haryana</b>	<b>Bhiwani</b>	Bhiwani	6300	6300	Unch
	<b>Sirsa</b>	Sirsa	6300	NR	-
		Dhabwali	6400	6350	50
		Ellanabad	6300	6300	Unch
	<b>Fatehabad</b>	Fatehabad	6300	6200	100

## Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			12-Dec-16	10-Dec-16	
<b>Rajasthan</b>	<b>Jodhpur</b>	Jodhpur	NA	108	-
	<b>Sri-Ganganagar</b>	Sri-Ganganagar	365	365	Unch
		Rawla	600	1000	-400
		Gharsana	1000	1200	-200
		Raisinghnagar	800	800	Unch
	<b>Bikaner</b>	Bikaner	800	200	600
		Nokha	500	400	100
		Khajuwala	2000	2000	Unch
		Lunkaransar	600	500	100
	<b>Hanumangarh</b>	Hanumangarh	150	200	-50
		Nohar	800	1000	-200

		Pilibanga	450	250	200
	Nagaur	Nagaur	100	20	80
	Churu	Churu	700	1500	-800
	Alwar	Alwar	200	600	-400
Haryana	Hisar	Adampur	700	1000	-300
	Bhiwani	Bhiwani	400	500	-100
		Siwani	400	500	-100
	Sirsa	Sirsa	1300	NR	-
		Dhabwali	200	250	-50
		Ellanabad	200	500	-300
	Fatehabad	Fatehabad	90	125	-35
Gujarat	Banaskantha	Deesa	NR	Closed	-
	Patan	Patan	NA	468	-
	Rajkot	Rajkot	175	150	25
	Jamnagar	Dhrol	NA	13	-
Madhya Pradesh	Gwalior	Dabra	Closed	Closed	-
Total Arrivals/Above Markets			12530	13649	-1119

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