

**Domestic Fundamentals:**

- Mostly firm sentiments reported in major spot market on Tuesday amid higher 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 firm in coming days.

## Guar Seed 10MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Dec-16	19	3365	3365	3281	3304	15420	-6,960	3510	-6,310
Jan-17	19	3348	3377	3346	3358	35060	-5,990	70810	5,310

## Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Dec-16	65	6230	6289	6226	6253	3710	-2,770	2905	-2,495
Jan-17	73	6288	6350	6287	6325	8535	-1,260	41390	1,380

## Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	12-Dec-16	12-Dec-16	12-Dec-16	12-Dec-16
Bikaner	7786	0	7786	7786
Deesa	6208	0	6208	6208
Sri Ganganagar	2474	80	2554	2474
Jodhpur	2489	0	2489	2489
Nokha	-	-	-	-

## Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	12-Dec-16	12-Dec-16	12-Dec-16	12-Dec-16
Deesa	-	-	-	-
Bikaner	3892	100	3992	3892
Jodhpur	5920	50	5970	5920
Nokha	6128	20	6148	6128
Sri Ganganagar	3860	40	3900	3860

## Churi and Korma Prices: As On 13 Dec, 2016

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

## Guar Export Prices: As On 13 Dec, 2016

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		63	934
Guargum Powder	200 Mesh 5000 CPS	83	1230
	200 Mesh 3500 CPS	78	1156
Guargum Meal	Meal 40%	22	326
	Meal 50%	27	400

## Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			13-Dec-16	12-Dec-16	
Guar Seed	Jodhpur	Jodhpur (Loose)	3350	3250	100
		Jodhpur(Delivery)	3500	3400	100
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3200	3140	60
		Sri-Ganganagar (Delivery)	3350	3290	60
		Rawla (Loose)	3215	3200	15
		Gharsana (Loose)	3200	3190	10
		Raisinghnagar (Loose)	3220	3175	45
	Bikaner	Bikaner (Loose)	NR	3250	-
		Bikaner (Delivery)	NR	3350	-
		Nokha(Loose)	3250	3200	50
		Nokha (Delivery)	3367	3315	52
		Khajuwala (Loose)	3240	3220	20
		Khajuwala (Delivery)	3370	3349	21
		Lunkaransar (Loose)	3200	3200	Unch
	Hanumangarh	Hanumangarh (Loose)	3267	3200	67
		Hanumangarh (Delivery)	3417	3350	67
		Nohar (Loose)	3230	3200	30
		Pilibanga (Loose)	3230	3200	30
	Nagaur	Nagaur (Loose)	3150	3100	50

	<b>Churu</b>	Churu (Delivery)	3350	3300	<b>50</b>
	<b>Alwar</b>	Alwar (Loose)	3100	3050	<b>50</b>
<b>Haryana</b>	<b>Hisar</b>	Adampur (Loose)	NR	3225	-
		Adampur (Delivery)	NR	3375	-
	<b>Bhiwani</b>	Bhiwani (Delivery)	3400	3300	<b>100</b>
		Siwani (Loose)	3325	3300	<b>25</b>
	<b>Sirsa</b>	Sirsa (Loose)	3275	3260	<b>15</b>
		Dhabwali (Loose)	3215	3210	<b>5</b>
		Dhabwali (Delivery)	3220	3210	<b>10</b>
		Ellanabad (Loose)	3200	3200	<b>Unch</b>
	<b>Fatehabad</b>	Fatehabad (Loose)	3200	3200	<b>Unch</b>
<b>Gujarat</b>	<b>Banaskantha</b>	Deesa (Loose)	NR	NR	-
	<b>Patan</b>	Patan (Loose)	NA	NA	-
	<b>Rajkot</b>	Rajkot (Loose)	3155	3135	<b>20</b>
	<b>Jamnagar</b>	Dhrol (Loose)	2805	NA	-
<b>Madhya Pradesh</b>	<b>Gwalior</b>	Dabra (Loose)	NA	Closed	-
<b>Guar Gum</b>					
<b>Rajasthan</b>	<b>Jodhpur</b>	Jodhpur	6325	6300	<b>25</b>
	<b>Alwar</b>	Alwar	6400	6400	<b>Unch</b>
	<b>Hanumangarh</b>	Nohar	6500	6500	<b>Unch</b>
<b>Haryana</b>	<b>Bhiwani</b>	Bhiwani	6400	6300	<b>100</b>
	<b>Sirsa</b>	Sirsa	6350	6300	<b>50</b>
		Dhabwali	6400	6400	<b>Unch</b>
		Ellanabad	6350	6300	<b>50</b>
	<b>Fatehabad</b>	Fatehabad	6400	6300	<b>100</b>

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			13-Dec-16	12-Dec-16	
<b>Rajasthan</b>	<b>Jodhpur</b>	Jodhpur	36	NA	-
	<b>Sri-Ganganagar</b>	Sri-Ganganagar	950	365	<b>585</b>
		Rawla	1800	600	<b>1200</b>
		Gharsana	1000	1000	<b>Unch</b>
		Raisinghnagar	1000	800	<b>200</b>
	<b>Bikaner</b>	Bikaner	NR	800	-
		Nokha	100	500	<b>-400</b>
		Khajuwala	2500	2000	<b>500</b>
		Lunkaransar	400	600	<b>-200</b>

	Hanumangarh	Hanumangarh	200	150	50
		Nohar	800	800	Unch
		Pilibanga	200	450	-250
	Nagaur	Nagaur	40	100	-60
	Churu	Churu	2000	700	1300
	Alwar	Alwar	300	200	100
Haryana	Hisar	Adampur	NR	700	-
	Bhiwani	Bhiwani	2000	400	1600
		Siwani	400	400	Unch
	Sirsa	Sirsa	1500	1300	200
		Dhabwali	300	200	100
		Ellanabad	600	200	400
	Fatehabad	Fatehabad	80	90	-10
Gujarat	Banaskantha	Deesa	NR	NR	-
	Patan	Patan	NA	NA	-
	Rajkot	Rajkot	350	175	175
	Jamnagar	Dhrol	8	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	Closed	-
Total Arrivals/Above Markets			16564	12530	4034

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