

Domestic Fundamentals:

- *Mixed sentiments reported in major spot market on Thursday 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 firm in coming days.

Guar Seed 10MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Dec-16	18	3277	3295	3290	3295	550	-430	880	-740
Jan-17	-5	3323	3347	3321	3325	15110	-3,310	69330	-760

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Dec-16	-5	6210	6251	6205	6205	1065	325	1590	-825
Jan-17	-3	6249	6288	6234	6255	5760	2,240	40485	-1,075

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	14-Dec-16	14-Dec-16	14-Dec-16	12-Dec-16
Bikaner	7786	0	7786	7786
Deesa	6208	0	6208	6208
Sri Ganganagar	2484	140	2624	2474
Jodhpur	2469	0	2469	2489
Nokha	-	-	-	-

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	14-Dec-16	14-Dec-16	14-Dec-16	12-Dec-16
Deesa	-	-	-	-
Bikaner	3912	110	4002	3892
Jodhpur	5920	50	5970	5920
Nokha	6128	20	6148	6128
Sri Ganganagar	3865	35	3900	3860

Churi and Korma Prices: As On 15 Dec, 2016

Commodity	Center	Rs/75kg
Churi	Jodhpur	1613
Korma	Jodhpur	1950
Churi	Sri Ganganagar	1556
Korma	Sri Ganganagar	1819

Guar Export Prices: As On 15 Dec, 2016

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		62	915
Guargum Powder	200 Mesh 5000 CPS	82	1210
	200 Mesh 3500 CPS	77	1136
Guargum Meal	Meal 40%	22	325
	Meal 50%	26	384

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			15-Dec-16	14-Dec-16	
Guar Seed	Jodhpur	Jodhpur (Loose)	3260	3300	-40
		Jodhpur(Delivery)	3450	3450	Unch
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3200	3270	-70
		Sri-Ganganagar (Delivery)	3350	3420	-70
		Rawla (Loose)	3180	3230	-50
		Gharsana (Loose)	3200	3190	10
		Raisinghnagar (Loose)	3230	3225	5
	Bikaner	Bikaner (Loose)	3240	3225	15
		Bikaner (Delivery)	3390	3375	15
		Nokha(Loose)	3250	3240	10
		Nokha (Delivery)	3367	3357	10
		Khajuwala (Loose)	3215	3210	5
		Khajuwala (Delivery)	3344	3338	5
		Lunkaransar (Loose)	3160	3150	10
	Hanumangarh	Hanumangarh (Loose)	3225	3270	-45
		Hanumangarh (Delivery)	3375	3420	-45
		Nohar (Loose)	3220	3200	20
		Pilibanga (Loose)	3225	3230	-5
	Nagaur	Nagaur (Loose)	3100	3100	Unch

	Churu	Churu (Delivery)	3300	3350	-50
	Alwar	Alwar (Loose)	3050	3100	-50
Haryana	Hisar	Adampur (Loose)	NR	NR	-
		Adampur (Delivery)	NR	NR	-
	Bhiwani	Bhiwani (Delivery)	Closed	3350	-
		Siwani (Loose)	3300	3325	-25
	Sirsa	Sirsa (Loose)	3270	3260	10
		Dhabwali (Loose)	3200	3200	Unch
		Dhabwali (Delivery)	3350	3350	Unch
		Ellanabad (Loose)	3235	3225	10
	Fatehabad	Fatehabad (Loose)	3100	3100	Unch
Gujarat	Banaskantha	Deesa (Loose)	3090	3125	-35
	Patan	Patan (Loose)	3045	NA	-
	Rajkot	Rajkot (Loose)	3065	NA	-
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	6300	6300	Unch
	Alwar	Alwar	6400	6400	Unch
	Hanumangarh	Nohar	6500	6500	Unch
Haryana	Bhiwani	Bhiwani	Closed	6500	-
	Sirsa	Sirsa	6300	6300	Unch
		Dhabwali	6300	6300	Unch
		Ellanabad	6300	6300	Unch
	Fatehabad	Fatehabad	6100	6100	Unch

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			15-Dec-16	14-Dec-16	
Guar Seed	Jodhpur	Jodhpur	156	70	86
	Sri-Ganganagar	Sri-Ganganagar	200	750	-550
		Rawla	1500	2000	-500
		Gharsana	1000	1300	-300
		Raisinghnagar	800	1200	-400
	Bikaner	Bikaner	500	800	-300
		Nokha	300	350	-50
		Khajuwala	2500	2000	500
		Lunkaransar	450	700	-250

	Hanumangarh	Hanumangarh	350	475	-125
		Nohar	1500	1200	300
		Pilibanga	250	200	50
	Nagaur	Nagaur	50	30	20
	Churu	Churu	1500	2000	-500
	Alwar	Alwar	400	300	100
Haryana	Hisar	Adampur	NR	NR	-
	Bhiwani	Bhiwani	Closed	500	-
		Siwani	500	600	-100
	Sirsa	Sirsa	1800	1500	300
		Dhabwali	300	250	50
		Ellanabad	500	500	Unch
	Fatehabad	Fatehabad	50	100	-50
Gujarat	Banaskantha	Deesa	361	400	-39
	Patan	Patan	1060	NA	-
	Rajkot	Rajkot	220	NA	-
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			16247	17225	-978

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