

**Domestic Fundamentals:**

- Mostly weak sentiments reported in major spot market 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
Jan-17	-66	3329	3332	3248	3261	29300	14,190	69520	190
Feb-17	-67	3372	3376	3298	3305	4390	2,610	11650	870

## Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Jan-17	-127	6249	6255	6101	6121	7640	1,880	40075	-410
Feb-17	-142	6318	6318	6175	6185	1530	-1,100	5785	735

## Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	16-Dec-16	16-Dec-16	16-Dec-16	12-Dec-16
Deesa	-	-	-	-
Bikaner	3952	90	4042	3892
Jodhpur	5999	0	5999	5920
Nokha	6167	70	6237	6128
Sri Ganganagar	3915	0	3915	3860

## Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	15-Dec-16	15-Dec-16	15-Dec-16	12-Dec-16
Deesa	-	-	-	-
Bikaner	3932	110	4042	3892
Jodhpur	5970	30	6000	5920
Nokha	6167	20	6187	6128
Sri Ganganagar	3915	15	3930	3860

## Churi and Korma Prices: As On 17 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 17 Dec, 2016

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		62	914
Guargum Powder	200 Mesh 5000 CPS	82	1209
	200 Mesh 3500 CPS	77	1135
Guargum Meal	Meal 40%	22	324
	Meal 50%	26	383

## Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			17-Dec-16	16-Dec-16	
Rajasthan	Jodhpur	Jodhpur (Loose)	3250	3300	-50
		Jodhpur(Delivery)	3400	3450	-50
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3150	3250	-100
		Sri-Ganganagar (Delivery)	3300	3400	-100
		Rawla (Loose)	3125	3150	-25
		Gharsana (Loose)	3130	3200	-70
		Raisinghnagar (Loose)	3200	3200	Unch
	Bikaner	Bikaner (Loose)	3150	3240	-90
		Bikaner (Delivery)	3300	3390	-90
		Nokha(Loose)	3150	3200	-50
		Nokha (Delivery)	3263	3315	-52
		Khajuwala (Loose)	3140	3160	-20
		Khajuwala (Delivery)	3266	3286	-21
		Lunkaransar (Loose)	3000	3150	-150
	Hanumangarh	Hanumangarh (Loose)	3170	3170	Unch
		Hanumangarh (Delivery)	3320	3320	Unch
		Nohar (Loose)	3180	3220	-40
		Pilibanga (Loose)	3125	3225	-100

	<b>Nagaur</b>	Nagaur (Loose)	3100	3100	Unch
	<b>Churu</b>	Churu (Delivery)	3250	3300	-50
	<b>Alwar</b>	Alwar (Loose)	3000	3050	-50
<b>Haryana</b>	<b>Hisar</b>	Adampur (Loose)	NR	NR	-
		Adampur (Delivery)	NR	NR	-
	<b>Bhiwani</b>	Bhiwani (Delivery)	3100	3125	-25
		Siwani (Loose)	3250	3300	-50
	<b>Sirsa</b>	Sirsa (Loose)	3200	3200	Unch
		Dhabwali (Loose)	3100	3200	-100
		Dhabwali (Delivery)	3250	3350	-100
		Ellanabad (Loose)	3150	3200	-50
	<b>Fatehabad</b>	Fatehabad (Loose)	3200	3100	100
<b>Gujarat</b>	<b>Banaskantha</b>	Deesa (Loose)	3000	3105	-105
	<b>Patan</b>	Patan (Loose)	NA	NA	-
	<b>Rajkot</b>	Rajkot (Loose)	3040	3075	-35
	<b>Jamnagar</b>	Dhrol (Loose)	NA	3000	-
<b>Madhya Pradesh</b>	<b>Gwalior</b>	Dabra (Loose)	NA	NA	-
<b>Guar Gum</b>					
<b>Rajasthan</b>	<b>Jodhpur</b>	Jodhpur	6150	6200	-50
	<b>Alwar</b>	Alwar	6200	6400	-200
	<b>Hanumangarh</b>	Nohar	6350	6400	-50
<b>Haryana</b>	<b>Bhiwani</b>	Bhiwani	6150	6250	-100
	<b>Sirsa</b>	Sirsa	6150	6200	-50
		Dhabwali	6230	6200	30
		Ellanabad	6150	6200	-50
	<b>Fatehabad</b>	Fatehabad	6300	6100	200

## Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			17-Dec-16	16-Dec-16	
<b>Guar Seed</b>	<b>Jodhpur</b>	Jodhpur	26	50	-24
	<b>Sri-Ganganagar</b>	Sri-Ganganagar	1004	700	304
		Rawla	1800	1500	300
		Gharsana	500	1000	-500
		Raisinghnagar	1500	1500	Unch
	<b>Bikaner</b>	Bikaner	800	500	300
		Nokha	300	300	Unch
		Khajuwala	2000	2000	Unch

		Lunkaransar	600	400	200
	Hanumangarh	Hanumangarh	500	350	150
		Nohar	500	1100	-600
		Pilibanga	150	200	-50
	Nagaur	Nagaur	15	75	-60
	Churu	Churu	1000	1500	-500
	Alwar	Alwar	500	400	100
Haryana	Hisar	Adampur	NR	NR	-
	Bhiwani	Bhiwani	500	500	Unch
		Siwani	1000	500	500
	Sirsa	Sirsa	1500	1500	Unch
		Dhabwali	150	200	-50
		Ellanabad	800	700	100
	Fatehabad	Fatehabad	125	50	75
Gujarat	Banaskantha	Deesa	250	534	-284
	Patan	Patan	NA	NA	-
	Rajkot	Rajkot	130	200	-70
	Jamnagar	Dhrol	NA	25	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			15650	15784	-134

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