

## Domestic Fundamentals:

- Mostly weak sentiments reported in major spot market on Thursday 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 weak in coming days.

## Guar Seed 10MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Jan-17	-7	3268	3269	3225	3237	18790	-110	68820	500
Feb-17	-10	3302	3303	3270	3281	3310	1020	14430	2400

## Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Jan-17	-5	6229	6229	6101	6123	3935	-60	38525	-910
Feb-17	-3	6210	6225	6170	6188	1905	1185	8435	1780

## Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	21-Dec-16	21-Dec-16	21-Dec-16	19-Dec-16
Bikaner	7786	100	7886	7787
Deesa	6286	39	6325	6248
Sri Ganganagar	2493	30	2523	2470
Jodhpur	2259	0	2259	2625
Nokha	10	0	10	-

## Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	21-Dec-16	21-Dec-16	21-Dec-16	19-Dec-16
Deesa	-	-	-	-
Bikaner	4081	0	4081	4061
Jodhpur	6019	50	6069	6000
Nokha	6277	0	6277	6238
Sri Ganganagar	3915	0	3915	3915

Churi and Korma Prices: As On 22 Dec, 2016

Commodity	Center	Rs/75kg
Churi	Jodhpur	1594
Korma	Jodhpur	1875
Churi	Sri Ganganagar	1538
Korma	Sri Ganganagar	1800

## Guar Export Prices: As On 22 Dec, 2016

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		61	898
Guargum Powder	200 Mesh 5000 CPS	81	1193
	200 Mesh 3500 CPS	76	1119
Guargum Meal	Meal 40%	21	309
	Meal 50%	25	368

## Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			22-Dec-16	21-Dec-16	
Rajasthan	Jodhpur	Jodhpur (Loose)	3200	3250	-50
		Jodhpur(Delivery)	3350	3400	-50
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3152	3130	22
		Sri-Ganganagar (Delivery)	3302	3280	22
		Rawla (Loose)	3115	3100	15
		Gharsana (Loose)	3060	3080	-20
		Raisinghnagar (Loose)	3070	3110	-40
	Bikaner	Bikaner (Loose)	3080	3130	-50
		Bikaner (Delivery)	3230	3280	-50
		Nokha(Loose)	3100	3150	-50
		Nokha (Delivery)	3212	3263	-52
		Khajuwala (Loose)	3081	3130	-49
		Khajuwala (Delivery)	3204	3255	-51
		Lunkaransar (Loose)	3000	3050	-50
	Hanumangarh	Hanumangarh (Loose)	3060	3120	-60
		Hanumangarh (Delivery)	3210	3270	-60
		Nohar (Loose)	3100	3100	Unch
		Pilibanga (Loose)	3050	3100	-50
	Nagaur	Nagaur (Loose)	3200	2900	300
	Churu	Churu (Delivery)	3200	3200	Unch
	Alwar	Alwar (Loose)	2950	3000	-50

Haryana	Hisar	Adampur (Loose)	3080	NR	-
		Adampur (Delivery)	3230	NR	-
	Bhiwani	Bhiwani (Delivery)	3070	3100	-30
		Siwani (Loose)	3150	3200	-50
	Sirsa	Sirsa (Loose)	3080	3140	-60
		Dhabwali (Loose)	3100	3125	-25
		Dhabwali (Delivery)	3250	3275	-25
		Ellanabad (Loose)	3080	3115	-35
	Fatehabad	Fatehabad (Loose)	3150	3100	50
Gujarat	Banaskantha	Deesa (Loose)	2925	2970	-45
	Patan	Patan (Loose)	2925	NA	-
	Rajkot	Rajkot (Loose)	2975	2925	50
	Jamnagar	Dhrol (Loose)	2890	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	6050	6150	-100
	Alwar	Alwar	6100	6100	Unch
	Hanumangarh	Nohar	6300	6400	-100
Haryana	Bhiwani	Bhiwani	6000	6150	-150
	Sirsa	Sirsa	6100	6150	-50
		Dhabwali	6150	6250	-100
		Ellanabad	6100	6250	-150
	Fatehabad	Fatehabad	6300	6200	100

## Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			22-Dec-16	21-Dec-16	
Rajasthan	Jodhpur	Jodhpur	280	93	187
	Sri-Ganganagar	Sri-Ganganagar	1057	1030	27
		Rawla	1132	1000	132
		Gharsana	1200	500	700
		Raisinghnagar	800	1000	-200
	Bikaner	Bikaner	1000	1000	Unch
		Nokha	450	350	100
		Khajuwala	1600	1800	-200
		Lunkaransar	400	400	Unch
	Hanumangarh	Hanumangarh	250	200	50
		Nohar	900	800	100
		Pilibanga	250	200	50

	<b>Nagaur</b>	Nagaur	50	20	<b>30</b>
	<b>Churu</b>	Churu	700	1000	<b>-300</b>
	<b>Alwar</b>	Alwar	300	500	<b>-200</b>
<b>Haryana</b>	<b>Hisar</b>	Adampur	2000	NR	-
	<b>Bhiwani</b>	Bhiwani	700	500	<b>200</b>
		Siwani	500	500	<b>Unch</b>
	<b>Sirsa</b>	Sirsa	1500	1500	<b>Unch</b>
		Dhabwali	300	350	<b>-50</b>
		Ellanabad	500	350	<b>150</b>
	<b>Fatehabad</b>	Fatehabad	100	100	<b>Unch</b>
<b>Gujarat</b>	<b>Banaskantha</b>	Deesa	162	415	<b>-253</b>
	<b>Patan</b>	Patan	1045	NA	-
	<b>Rajkot</b>	Rajkot	130	140	<b>-10</b>
	<b>Jamnagar</b>	Dhrol	6	NA	-
<b>Madhya Pradesh</b>	<b>Gwalior</b>	Dabra	NA	NA	-
<b>Total Arrivals/Above Markets</b>			<b>17312</b>	<b>13748</b>	<b>3564</b>

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