

Domestic Fundamentals:

- Weak tone prevailed in major spot markets at the fag end of the week amid lower arrivals.
- Guar prices are expected to remain lower compared to last year. The principal reason for this is higher carryover stocks. Guar seed arrivals in this week are higher compared to last week by around 14710 tonnes. Currently guar seed loose prices are hovering around Rs. 3000-3250 per quintal. Prices are expected to be range bound to firm in the upcoming week.
- The wholesale price index of guar seed has decreased from 251.7 in October 2016 to 238.5 in November 2016. The WPI for November 2016 is down by 31.4 compared to last year for the same month and by 126.8 compared to November 2014.
- Guar prices witnessed weak tone in the current week compared to last week. A total quantity of around 2.91 lakh tonnes has been imported since January-2016 until November-2016 compared to around 3.46 lakh tonnes for the same period last year. With the recent increase in price of crude oil, demand for crude oil is also moving northwards but the traders are not able to benefit from the situation due to lower arrivals in the domestic market.
- 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.
- 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 |
|----------|--------|------|------|------|-------|--------|--------|-------|--------|
| Feb-17 | 12 | 3355 | 3393 | 3355 | 3378 | 24800 | 2,660 | 73740 | -150 |
| Mar-17 | 14 | 3420 | 3440 | 3411 | 3429 | 4850 | 1,650 | 19100 | 450 |

Guar Gum 5MT

| Contract | +/- \$ | Open | High | Low | Close | Volume | Change | OI | Change |
|----------|--------|------|------|------|-------|--------|--------|-------|--------|
| Feb-17 | 41 | 6380 | 6429 | 6369 | 6408 | 4485 | 15 | 37150 | -850 |
| Mar-17 | 35 | 6455 | 6500 | 6445 | 6475 | 1695 | 10 | 11860 | 760 |

Guar Seed Stock Position & Fed:

| Stocks | Demat | In-Process | Total | FED |
|----------------|-----------|------------|-----------|-----------|
| | 20-Jan-17 | 20-Jan-17 | 20-Jan-17 | 16-Jan-17 |
| Bikaner | 7543 | 10 | 7553 | 7524 |
| Deesa | 6984 | 207 | 7191 | 6690 |
| Sri Ganganagar | 2521 | 30 | 2551 | 2451 |
| Jodhpur | 1740 | 0 | 1740 | 1741 |
| Nokha | 10 | 0 | 10 | 10 |

Guar Gum Stock Position & Fed:

| Stocks | Demat | In-Process | Total | FED |
|----------------|-----------|------------|-----------|-----------|
| | 20-Jan-17 | 20-Jan-17 | 20-Jan-17 | 16-Jan-17 |
| Deesa | 20 | 0 | 20 | 20 |
| Bikaner | 5223 | 120 | 5343 | 5043 |
| Jodhpur | 7503 | 243 | 7746 | 7210 |
| Nokha | 7220 | 209 | 7429 | 7166 |
| Sri Ganganagar | 3910 | 20 | 3930 | 3910 |

Churi and Korma Prices: As On 21 Jan , 2017

| Commodity | Center | Rs/75kg |
|-----------|----------------|---------|
| Churi | Jodhpur | 1538 |
| Korma | Jodhpur | 1913 |
| Churi | Sri Ganganagar | 1425 |
| Korma | Sri Ganganagar | 1800 |

Guar Export Prices: As On 21 Jan , 2017

| | Variety | Value (Rs/Kg) | Value (\$/MT) |
|-----------------------------|-------------------|---------------|---------------|
| Guargum/Split (Mundra Port) | | 64 | 940 |
| Guargum Powder | 200 Mesh 5000 CPS | 84 | 1233 |
| | 200 Mesh 3500 CPS | 79 | 1160 |
| Guargum Meal | Meal 40% | 20 | 294 |
| | Meal 50% | 25 | 367 |

Guar Seed Prices at Key Spot Markets:

| Commodity | District | Centre | Prices (Rs/Qtl) | | Change |
|-----------|----------------|---------------------------|-----------------|-----------|--------|
| | | | 21-Jan-17 | 20-Jan-17 | |
| Guar Seed | Jodhpur | Jodhpur (Loose) | 3350 | 3350 | Unch |
| | | Jodhpur(Delivery) | 3500 | 3500 | Unch |
| | Sri-Ganganagar | Sri-Ganganagar(Loose) | 3200 | 3232 | -32 |
| | | Sri-Ganganagar (Delivery) | 3350 | 3380 | -30 |
| | | Rawla (Loose) | 3170 | 3140 | 30 |
| | | Gharsana (Loose) | 3220 | 3225 | -5 |
| | | Raisinghnagar (Loose) | 3210 | 3200 | 10 |
| | Bikaner | Bikaner (Loose) | 3230 | 3230 | Unch |
| | | Bikaner (Delivery) | 3380 | 3380 | Unch |
| | | Nokha(Loose) | 3220 | 3270 | -50 |
| | | Nokha (Delivery) | 3336 | 3388 | -52 |
| | | Khajuwala (Loose) | 3220 | 3220 | Unch |
| | | Khajuwala (Delivery) | 3349 | 3349 | Unch |
| | | Lunkaransar (Loose) | 3170 | 3200 | -30 |
| | Hanumangarh | Hanumangarh (Loose) | 3190 | 3210 | -20 |
| | | Hanumangarh (Delivery) | 3340 | 3360 | -20 |
| | | Nohar (Loose) | 3180 | 3180 | Unch |
| | | Pilibanga (Loose) | 3220 | 3220 | Unch |
| | Nagaur | Nagaur (Loose) | 3100 | 3150 | -50 |
| | Churu | Churu (Delivery) | 3300 | 3350 | -50 |

| | | | | | |
|-----------------------|--------------------|---------------------|------|------|------|
| | Alwar | Alwar (Loose) | 3100 | 3100 | Unch |
| Haryana | Hisar | Adampur (Loose) | 3225 | 3230 | -5 |
| | | Adampur (Delivery) | 3375 | 3380 | -5 |
| | Bhiwani | Bhiwani (Delivery) | 3250 | 3250 | Unch |
| | | Siwani (Loose) | 3260 | 3250 | 10 |
| | Sirsa | Sirsa (Loose) | 3200 | 3225 | -25 |
| | | Dhabwali (Loose) | 3200 | 3200 | Unch |
| | | Dhabwali (Delivery) | 3350 | 3350 | Unch |
| | | Ellanabad (Loose) | 3200 | 3200 | Unch |
| | Fatehabad | Fatehabad (Loose) | 3250 | 3250 | Unch |
| Gujarat | Banaskantha | Deesa (Loose) | 3300 | 3300 | Unch |
| | Patan | Patan (Loose) | 3105 | 3110 | -5 |
| | Rajkot | Rajkot (Loose) | NR | NR | - |
| | Jamnagar | Dhrol (Loose) | NA | NA | - |
| Madhya Pradesh | Gwalior | Dabra (Loose) | NA | NA | - |
| Guar Gum | | | | | |
| Rajasthan | Jodhpur | Jodhpur | 6400 | 6400 | Unch |
| | Alwar | Alwar | 6450 | 6400 | 50 |
| | Hanumangarh | Nohar | 6450 | 6500 | -50 |
| Haryana | Bhiwani | Bhiwani | 6425 | 6300 | 125 |
| | Sirsa | Sirsa | 6350 | 6375 | -25 |
| | | Dhabwali | 6450 | 6400 | 50 |
| | | Ellanabad | 6425 | 6400 | 25 |
| | | | | | |
| | Fatehabad | Fatehabad | 6300 | 6300 | Unch |

Guar Seed Arrivals in Key Centers

| Commodity | District | Centre | Arrivals (Quintals) | | Change |
|------------------|-----------------------|----------------|---------------------|-----------|--------|
| | | | 21-Jan-17 | 20-Jan-17 | |
| Guar Seed | Jodhpur | Jodhpur | 409 | 237 | 172 |
| | Sri-Ganganagar | Sri-Ganganagar | 400 | 106 | 294 |
| | | Rawla | 600 | 600 | Unch |
| | | Gharsana | 400 | 600 | -200 |
| | | Raisinghnagar | 800 | 600 | 200 |
| | Bikaner | Bikaner | 1160 | 1160 | Unch |
| | | Nokha | 300 | 200 | 100 |
| | | Khajuwala | 1300 | 1000 | 300 |
| | | Lunkaransar | 300 | 700 | -400 |
| | Hanumangarh | Hanumangarh | 100 | 100 | Unch |

| | | | | | |
|------------------------------|-------------|-----------|-------|-------|------|
| | | Nohar | 1600 | 2100 | -500 |
| | | Pilibanga | 150 | 150 | Unch |
| | Nagaur | Nagaur | 80 | 150 | -70 |
| | Churu | Churu | 500 | 500 | Unch |
| | Alwar | Alwar | 100 | 300 | -200 |
| Haryana | Hisar | Adampur | 1000 | 1500 | -500 |
| | Bhiwani | Bhiwani | 1500 | 1000 | 500 |
| | | Siwani | 800 | 1000 | -200 |
| | Sirsa | Sirsa | 1500 | 1500 | Unch |
| | | Dhabwali | 150 | 150 | Unch |
| | | Ellanabad | 350 | 500 | -150 |
| | Fatehabad | Fatehabad | 100 | 100 | Unch |
| Gujarat | Banaskantha | Deesa | 100 | 137 | -37 |
| | Patan | Patan | 425 | 449 | -24 |
| | Rajkot | Rajkot | NR | NR | - |
| | Jamnagar | Dhrol | NA | NA | - |
| Madhya Pradesh | Gwalior | Dabra | NA | NA | - |
| Total Arrivals/Above Markets | | | 14124 | 14839 | -715 |

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