

Domestic Fundamentals:

- Mostly firm sentiments reported among major spot markets on Wednesday amid lower arrivals.
- Guar gum February contract has increased by around 12% because of export demand. In the month of December 2016, around 48000 tonnes of guar gum was exported compared to 36000 tonnes in the previous month. Lower domestic production and increase in crude oil prices are providing support to prices.
- As per latest update, NCDEX has decided to remove pre expiry margin on four commodities namely Guar seed 2MT, Yellow soy meal, Kapas Shankar and Refined soy oil. This will apply to march contract and all the contracts that will be launched after that until further notice.
- The wholesale price index of guar seed has increased from 239 in December 2016 to 239.8 in January 2017. The WPI for January 2017 is down by 2.3 compared to last year for the same month and by 90.6 compared to January 2015.
- Guar prices are expected to remain lower compared to last year. The principal reason for this is higher carryover stocks. Stocking activities are high as traders are stocking major portion of arrivals. Guar seed arrivals in this week are higher compared to last week by around 16276 tonnes. Currently guar seed loose prices are hovering around Rs. 3000-3200 per quintal. Prices are expected to be range bound to weak in the upcoming week.
- According to second advance estimate issued by Gujarat's department of agriculture for guar seed the area, production and yield are 352000 hectares, 242000 tonnes and 687 kg/hectare respectively compared to final advance estimate issued in December the area, production and yield has been increased by 43000 hectares, 85000 tonnes and 56 kg/hectare.
- 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 lower compared to last week by around 9409 tonnes. Currently guar seed loose prices are hovering around Rs. 3100-3350 per quintal. Prices are expected to be range bound to firm in the upcoming week.
- 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.

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
March-17	100	3345	3443	3344	3443	92600	31,940	72710	-5,040
April-17	102	3401	3503	3400	3503	30390	16,130	36230	8,530

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
March-17	271	6955	7215	6955	7215	22805	-4,565	32135	-3,475
April-17	267	7091	7319	7086	7315	10890	-2,145	22970	3,305

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	21-Feb-17	21-Feb-17	21-Feb-17	20-Feb-17
Bikaner	7786	0	7786	7786
Deesa	9077	248	9325	9077
Sri Ganganagar	2560	0	2560	2560
Jodhpur	1939	0	1939	1940
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	21-Feb-17	21-Feb-17	21-Feb-17	20-Feb-17
Deesa	20	0	20	20
Bikaner	6409	129	6538	6399
Jodhpur	8781	184	8965	8781
Nokha	8084	80	8164	8054
Sri Ganganagar	4069	40	4109	4070

Churi and Korma Prices: As On 22 Feb, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1388
Korma	Jodhpur	1688
Churi	Sri Ganganagar	1200
Korma	Sri Ganganagar	1500

Guar Export Prices: As On 22 Feb, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		71	1060
Guargum Powder	200 Mesh 5000 CPS	91	1359
	200 Mesh 3500 CPS	86	1284
Guargum Meal	Meal 40%	20	299
	Meal 50%	24	358

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			22-Feb-17	21-Feb-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3250	3360	-110
		Jodhpur(Delivery)	3400	3510	-110
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3170	3150	20
		Sri-Ganganagar (Delivery)	3320	3300	20
		Rawla (Loose)	3290	3220	70
		Gharsana (Loose)	3250	3250	Unch
		Raisinghnagar (Loose)	3280	3240	40
	Bikaner	Bikaner (Loose)	3310	3250	60
		Bikaner (Delivery)	3460	3400	60
		Nokha(Loose)	3200	3220	-20
		Nokha (Delivery)	3315	3336	-21
		Khajuwala (Loose)	3260	3220	40
		Khajuwala (Delivery)	3390	3349	42
		Lunkaransar (Loose)	3200	3200	Unch
	Hanumangarh	Hanumangarh (Loose)	3215	3250	-35
		Hanumangarh (Delivery)	3365	3400	-35
		Nohar (Loose)	3200	3225	-25
		Pilibanga (Loose)	3250	3050	200
	Nagaur	Nagaur (Loose)	3200	3150	50
	Churu	Churu (Delivery)	3450	3400	50

	Alwar	Alwar (Loose)	3300	3200	100
Haryana	Hisar	Adampur (Loose)	3325	3300	25
		Adampur (Delivery)	3475	3450	25
	Bhiwani	Bhiwani (Delivery)	3370	3350	20
		Siwani (Loose)	3320	3275	45
	Sirsa	Sirsa (Loose)	3325	3250	75
		Dhabwali (Loose)	3260	3250	10
		Dhabwali (Delivery)	3260	3250	10
		Ellanabad (Loose)	3360	3250	110
	Fatehabad	Fatehabad (Loose)	3200	3300	-100
Gujarat	Banaskantha	Deesa (Loose)	3260	3295	-35
	Patan	Patan (Loose)	3095	3090	5
	Rajkot	Rajkot (Loose)	3125	3125	Unch
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7100	7050	50
	Alwar	Alwar	7150	7050	100
	Hanumangarh	Nohar	6900	7000	-100
Haryana	Bhiwani	Bhiwani	6900	6750	150
	Sirsa	Sirsa	7300	7000	300
		Dhabwali	7150	6975	175
		Ellanabad	7150	6950	200
	Fatehabad	Fatehabad	6800	6900	-100

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			22-Feb-17	21-Feb-17	
Rajasthan	Jodhpur	Jodhpur	270	90	180
	Sri-Ganganagar	Sri-Ganganagar	700	550	150
		Rawla	500	500	Unch
		Gharsana	500	500	Unch
		Raisinghnagar	600	600	Unch
	Bikaner	Bikaner	700	600	100
		Nokha	800	1000	-200
		Khajuwala	900	800	100
		Lunkaransar	500	600	-100
	Hanumangarh	Hanumangarh	150	60	90
		Nohar	1500	2000	-500

		Pilibanga	350	200	150
	Nagaur	Nagaur	100	150	-50
	Churu	Churu	1000	500	500
	Alwar	Alwar	500	300	200
Haryana	Hisar	Adampur	2500	3500	-1000
	Bhiwani	Bhiwani	2000	2000	Unch
		Siwani	1200	1200	Unch
	Sirsa	Sirsa	1500	2500	-1000
		Dhabwali	250	200	50
		Ellanabad	300	400	-100
	Fatehabad	Fatehabad	80	80	Unch
Gujarat	Banaskantha	Deesa	191	147	44
	Patan	Patan	230	398	-168
	Rajkot	Rajkot	200	200	Unch
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			17521	19075	-1554

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php> © 2017 Indian Agribusiness Systems Pvt Ltd.