

Domestic Fundamentals:

- Mostly firm sentiments reported among major spot markets on Thursday amid lower arrivals.
- Guargum 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 firm in coming days.

Guar Seed 10MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
March-17	103	3458	3546	3443	3546	104810	12,210	66580	-6,130
April-17	138	3520	3643	3508	3641	40840	10,450	44490	8,260

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
March-17	286	7240	7548	7192	7458	26085	3,280	29495	-2,640
April-17	290	7340	7551	7302	7551	15265	4,375	26570	3,600

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	22-Feb-17	22-Feb-17	22-Feb-17	20-Feb-17
Bikaner	7747	0	7747	7786
Deesa	8111	535	8646	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
	22-Feb-17	22-Feb-17	22-Feb-17	20-Feb-17
Deesa	20	0	20	20
Bikaner	6449	169	6618	6399
Jodhpur	8781	433	9214	8781
Nokha	8163	30	8193	8054
Sri Ganganagar	4089	20	4109	4070

Churi and Korma Prices: As On 23 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 23 Feb, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		71	1062
Guargum Powder	200 Mesh 5000 CPS	91	1362
	200 Mesh 3500 CPS	86	1287
Guargum Meal	Meal 40%	20	299
	Meal 50%	24	359

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			23-Feb-17	22-Feb-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3450	3250	200
		Jodhpur(Delivery)	3600	3400	200
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3205	3170	35
		Sri-Ganganagar (Delivery)	3355	3320	35
		Rawla (Loose)	3325	3290	35
		Gharsana (Loose)	3310	3250	60
		Raisinghnagar (Loose)	3300	3280	20
	Bikaner	Bikaner (Loose)	3360	3310	50
		Bikaner (Delivery)	3510	3460	50
		Nokha(Loose)	3340	3200	140
		Nokha (Delivery)	3460	3315	145
		Khajuwala (Loose)	3300	3260	40
		Khajuwala (Delivery)	3432	3390	42
		Lunkaransar (Loose)	3300	3200	100
	Hanumangarh	Hanumangarh (Loose)	3280	3215	65
		Hanumangarh (Delivery)	3430	3365	65
		Nohar (Loose)	3345	3200	145
		Pilibanga (Loose)	3275	3250	25
	Nagaur	Nagaur (Loose)	3100	3200	-100
	Churu	Churu (Delivery)	3450	3450	Unch
	Alwar	Alwar (Loose)	3200	3300	-100

Haryana	Hisar	Adampur (Loose)	3350	3325	25
		Adampur (Delivery)	3500	3475	25
	Bhiwani	Bhiwani (Delivery)	3400	3370	30
		Siwani (Loose)	3380	3320	60
	Sirsa	Sirsa (Loose)	3390	3325	65
		Dhabwali (Loose)	3320	3260	60
		Dhabwali (Delivery)	3320	3260	60
		Ellanabad (Loose)	3350	3360	-10
	Fatehabad	Fatehabad (Loose)	3300	3200	100
Gujarat	Banaskantha	Deesa (Loose)	3175	3260	-85
	Patan	Patan (Loose)	NA	3095	-
	Rajkot	Rajkot (Loose)	3200	3125	75
	Jamnagar	Dhrol (Loose)	3115	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7200	7100	100
	Alwar	Alwar	7300	7150	150
	Hanumangarh	Nohar	7000	6900	100
Haryana	Bhiwani	Bhiwani	7200	6900	300
	Sirsa	Sirsa	7200	7300	-100
		Dhabwali	7200	7150	50
		Ellanabad	7300	7150	150
	Fatehabad	Fatehabad	7000	6800	200

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			23-Feb-17	22-Feb-17	
Guar Seed	Jodhpur	Jodhpur	55	270	-215
	Sri-Ganganagar	Sri-Ganganagar	360	700	-340
		Rawla	700	500	200
		Gharsana	800	500	300
		Raisinghnagar	500	600	-100
	Bikaner	Bikaner	800	700	100
		Nokha	800	800	Unch
		Khajuwala	600	900	-300
		Lunkaransar	400	500	-100
	Hanumangarh	Hanumangarh	150	150	Unch
		Nohar	1200	1500	-300
		Pilibanga	150	350	-200

	Nagaur	Nagaur	500	100	400
	Churu	Churu	800	1000	-200
	Alwar	Alwar	1000	500	500
Haryana	Hisar	Adampur	2000	2500	-500
	Bhiwani	Bhiwani	2000	2000	Unch
		Siwani	1500	1200	300
	Sirsa	Sirsa	800	1500	-700
		Dhabwali	250	250	Unch
		Ellanabad	400	300	100
	Fatehabad	Fatehabad	100	80	20
Gujarat	Banaskantha	Deesa	72	191	-119
	Patan	Patan	NA	230	-
	Rajkot	Rajkot	400	200	200
	Jamnagar	Dhrol	8	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			16345	17521	-1176

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