

Domestic Fundamentals:

- Mostly firm sentiments reported among major spot markets on Saturday amid lower arrivals.
- The prices of guar in the current season were at their low in November 2016. Since then the prices of guar seed and guar gum have recovered by around 9.3 percent and 25 percent respectively. As per APEDA, India exported around 325251 tonnes of guar gum during 2015-16. Demand for guar gum is expected to increase in second quarter of 2017. However, prices of guar seed may be under pressure due to excessive stocks and low demand of churi and korma.
- 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.
- 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
	23-Feb-17	23-Feb-17	23-Feb-17	20-Feb-17
Bikaner	7577	0	7577	7786
Deesa	8210	437	8647	9077
Sri Ganganagar	2560	0	2560	2560
Jodhpur	1879	0	1879	1940
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	23-Feb-17	23-Feb-17	23-Feb-17	20-Feb-17
Deesa	20	0	20	20
Bikaner	6549	70	6619	6399
Jodhpur	9115	388	9503	8781
Nokha	8333	20	8353	8054
Sri Ganganagar	4109	20	4129	4070

Churi and Korma Prices: As On 25 Feb, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1400
Korma	Jodhpur	1725
Churi	Sri Ganganagar	1313
Korma	Sri Ganganagar	1575

Guar Export Prices: As On 25 Feb, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		76	1140
Guargum Powder	200 Mesh 5000 CPS	96	1440
	200 Mesh 3500 CPS	91	1365
Guargum Meal	Meal 40%	19	285
	Meal 50%	24	360

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			25-Feb-17	24-Feb-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3550	3500	50
		Jodhpur(Delivery)	3700	3650	50
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3360	3225	135
		Sri-Ganganagar (Delivery)	3510	3375	135
		Rawla (Loose)	3460	3400	60
		Gharsana (Loose)	3480	3400	80
		Raisinghnagar (Loose)	3530	3460	70
	Bikaner	Bikaner (Loose)	3500	3450	50
		Bikaner (Delivery)	3650	3600	50
		Nokha(Loose)	3200	3400	-200
		Nokha (Delivery)	3315	3522	-207
		Khajuwala (Loose)	3520	3440	80
		Khajuwala (Delivery)	3661	3578	83
		Lunkaransar (Loose)	3550	3400	150
	Hanumangarh	Hanumangarh (Loose)	3500	3450	50
		Hanumangarh (Delivery)	3650	3600	50
		Nohar (Loose)	3560	3500	60
		Pilibanga (Loose)	3500	3450	50
	Nagaur	Nagaur (Loose)	3250	3225	25
	Churu	Churu (Delivery)	3600	3550	50
	Alwar	Alwar (Loose)	3400	3300	100
Haryana	Hisar	Adampur (Loose)	3650	3525	125

	Bhiwani	Adampur (Delivery)	3800	3675	125
		Bhiwani (Delivery)	3600	3525	75
		Siwani (Loose)	3525	3400	125
	Sirsa	Sirsa (Loose)	3600	3510	90
		Dhabwali (Loose)	3550	3400	150
		Dhabwali (Delivery)	3550	3400	150
		Ellanabad (Loose)	3550	Closed	-
	Fatehabad	Fatehabad (Loose)	3500	3400	100
Gujarat	Banaskantha	Deesa (Loose)	3315	Closed	-
	Patan	Patan (Loose)	NR	Closed	-
	Rajkot	Rajkot (Loose)	NR	Closed	-
	Jamnagar	Dhrol (Loose)	NR	Closed	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7600	7400	200
	Alwar	Alwar	7600	7500	100
	Hanumangarh	Nohar	7600	7200	400
Haryana	Bhiwani	Bhiwani	7750	7750	Unch
	Sirsa	Sirsa	7600	7525	75
		Dhabwali	7700	7300	400
		Ellanabad	7600	Closed	-
	Fatehabad	Fatehabad	7600	7400	200

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			25-Feb-17	24-Feb-17	
Rajasthan	Jodhpur	Jodhpur	253	253	Unch
	Sri-Ganganagar	Sri-Ganganagar	631	290	341
		Rawla	250	400	-150
		Gharsana	150	500	-350
		Raisinghnagar	300	400	-100
	Bikaner	Bikaner	800	800	Unch
		Nokha	300	1000	-700
		Khajuwala	400	400	Unch
		Lunkaransar	600	400	200
	Hanumangarh	Hanumangarh	50	60	-10
		Nohar	700	1000	-300
		Pilibanga	100	250	-150
	Nagaur	Nagaur	250	150	100

	Churu	Churu	500	400	100
	Alwar	Alwar	200	100	100
Haryana	Hisar	Adampur	3000	2000	1000
	Bhiwani	Bhiwani	1500	4000	-2500
		Siwani	1000	1000	Unch
	Sirsa	Sirsa	500	1000	-500
		Dhabwali	150	200	-50
		Ellanabad	350	Closed	-
	Fatehabad	Fatehabad	50	40	10
Gujarat	Banaskantha	Deesa	172	Closed	-
	Patan	Patan	NR	Closed	-
	Rajkot	Rajkot	NR	Closed	-
	Jamnagar	Dhrol	NR	Closed	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			12206	14643	-2437

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