

Domestic Fundamentals:

- Mostly firm sentiments reported among major spot markets on Friday amid higher arrivals.
- All India average monthly prices for guar seed decreased by 0.66 percent from Rs 3016.55 (in January) to Rs 2996.56 per qtl in February-2017. Average price (February) is higher by 12.14 percent compared to price (Rs 2672.1 per qtl.) registered in February-2016. Guar prices are expected to remain firm in coming month because of firm demand of gum in international market.
- All India weekly average prices increased by 9.24 percent to Rs. 3265.84 per quintal during the week ended 28th February 2017. Guar seed average price were ruling at Rs 2989.49 per quintal during 16-23rd February 2017. As compared to prices in the week 24-28 February 2016, the prices are firm by 17.90 percent. Prices are expected to remain range bound to slightly firm in coming days.
- As per latest update, Russia is still sticking with its decision of reducing oil production by 2 lakh bpd in the first quarter and by 3 lakh bpd from April provided its domestic companies are able to do it under the OPEC led agreement. This cut will boost the prices of oil which will in turn lead to increase in demand for guar gum as it is used in hydraulic fracking. Guar seed prices are ruling around Rs 3600 per quintal and can increase by around Rs 300 per quintal in coming weeks.
- 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.
- 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).

Outlook: Prices are likely to move range bound to firm in coming days.

Guar Seed 10MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
March-17	19	3748	3808	3732	3772	33020	-14,510	27250	-3,560
April-17	23	3840	3895	3816	3856	108970	-240	74860	2,630

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
March-17	3	7991	8100	7922	7982	7615	-3,885	11755	-1,490
April-17	0	8119	8249	8060	8114	26535	-7,910	45575	1,405

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	02-Mar-17	02-Mar-17	02-Mar-17	27-Feb-17
Bikaner	7305	0	7305	7537
Deesa	8527	486	9013	8299
Sri Ganganagar	2810	60	2870	2560
Jodhpur	1879	0	1879	1880
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	02-Mar-17	02-Mar-17	02-Mar-17	27-Feb-17
Deesa	20	0	20	20
Bikaner	6748	110	6858	6618
Jodhpur	9552	701	10253	9398
Nokha	8383	294	8677	8353
Sri Ganganagar	4109	0	4109	4110

Churi and Korma Prices: As On 03 Mar, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1575
Korma	Jodhpur	1800
Churi	Sri Ganganagar	1331
Korma	Sri Ganganagar	1594

Guar Export Prices: As On 03 Mar, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		81	1212
Guargum Powder	200 Mesh 5000 CPS	101	1511
	200 Mesh 3500 CPS	96	1436
Guargum Meal	Meal 40%	21	314
	Meal 50%	24	359

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			3-Mar-17	2-Mar-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3800	3725	75
		Jodhpur(Delivery)	3950	3875	75
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3600	3674	-74
		Sri-Ganganagar (Delivery)	3750	3824	-74
		Rawla (Loose)	3600	3560	40
		Gharsana (Loose)	3580	3540	40
		Raisinghnagar (Loose)	3650	3620	30
	Bikaner	Bikaner (Loose)	3621	3544	77
		Bikaner (Delivery)	3771	3694	77
		Nokha(Loose)	3660	3620	40
		Nokha (Delivery)	3792	3750	41
		Khajuwala (Loose)	3650	3590	60
		Khajuwala (Delivery)	3796	3734	62
		Lunkaransar (Loose)	3600	3600	Unch
	Hanumangarh	Hanumangarh (Loose)	3700	3550	150
		Hanumangarh (Delivery)	3850	3700	150
		Nohar (Loose)	3700	3700	Unch
		Pilibanga (Loose)	NR	NR	-
	Nagaur	Nagaur (Loose)	3500	3500	Unch
	Churu	Churu (Delivery)	3750	3750	Unch
	Alwar	Alwar (Loose)	3500	3500	Unch

Haryana	Hisar	Adampur (Loose)	3800	3650	150
		Adampur (Delivery)	3950	3800	150
	Bhiwani	Bhiwani (Delivery)	3800	3750	50
		Siwani (Loose)	3780	3750	30
	Sirsa	Sirsa (Loose)	3800	3700	100
		Dhabwali (Loose)	3620	3620	Unch
		Dhabwali (Delivery)	3770	3770	Unch
		Ellanabad (Loose)	3700	3650	50
	Fatehabad	Fatehabad (Loose)	3900	3900	Unch
Gujarat	Banaskantha	Deesa (Loose)	3500	3500	Unch
	Patan	Patan (Loose)	3525	3475	50
	Rajkot	Rajkot (Loose)	3590	3570	20
	Jamnagar	Dhrol (Loose)	3445	3475	-30
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	3550	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8050	7850	200
	Alwar	Alwar	7900	7900	Unch
	Hanumangarh	Nohar	8000	7900	100
Haryana	Bhiwani	Bhiwani	8300	8000	300
	Sirsa	Sirsa	8150	8000	150
		Dhabwali	8000	8000	Unch
		Ellanabad	8200	8000	200
	Fatehabad	Fatehabad	8700	8700	Unch

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			3-Mar-17	2-Mar-17	
Guar Seed	Jodhpur	Jodhpur	151	151	Unch
	Sri-Ganganagar	Sri-Ganganagar	162	305	-143
		Rawla	200	250	-50
		Gharsana	400	400	Unch
		Raisinghnagar	400	600	-200
	Bikaner	Bikaner	346	765	-419
		Nokha	1000	1000	Unch
		Khajuwala	300	400	-100
		Lunkaransar	1000	500	500
	Hanumangarh	Hanumangarh	50	20	30
		Nohar	500	700	-200
		Pilibanga	NR	NR	-

	Nagaur	Nagaur	500	200	300
	Churu	Churu	2000	2000	Unch
	Alwar	Alwar	1200	1200	Unch
Haryana	Hisar	Adampur	3000	2000	1000
	Bhiwani	Bhiwani	3000	2000	1000
		Siwani	400	500	-100
	Sirsa	Sirsa	800	600	200
		Dhabwali	150	150	Unch
		Ellanabad	150	200	-50
	Fatehabad	Fatehabad	60	60	Unch
Gujarat	Banaskantha	Deesa	196	268	-72
	Patan	Patan	383	368	15
	Rajkot	Rajkot	150	180	-30
	Jamnagar	Dhrol	3	5	-2
Madhya Pradesh	Gwalior	Dabra	NA	100	-
Total Arrivals/Above Markets			16501	14922	1579

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