

Domestic Fundamentals:

- Mostly firm sentiments reported among major spot markets on Monday amid lower arrivals.
- As per market sources, in the month of January 2017 India has exported around 44000 tonnes of guar gum compared to around 26000 tonnes last year for the same month. For financial year 2016-17, in the first ten months from April'16 to January '17 around 3.22 lakh tonnes of guar gum have been exported compared to 2.71 lakh tonnes in financial year 2015-16 for the same period.
- 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.
- 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.
- 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.

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

Guar Seed 10MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
March-17	125	3806	3910	3806	3885	29610	-3,410	22980	-4,270
April-17	131	3891	3995	3891	3973	133660	24,690	79730	4,870

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
March-17	312	7985	8281	7980	8275	8725	1,110	9790	-1,965
April-17	324	8200	8425	8200	8425	29200	2,665	47575	2,000

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	04-Mar-17	04-Mar-17	04-Mar-17	27-Feb-17
Bikaner	7305	0	7305	7537
Deesa	8825	239	9064	8299
Sri Ganganagar	2860	10	2870	2560
Jodhpur	1879	0	1879	1880
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	04-Mar-17	04-Mar-17	04-Mar-17	27-Feb-17
Deesa	20	0	20	20
Bikaner	6858	100	6958	6618
Jodhpur	10472	413	10885	9398
Nokha	8622	304	8926	8353
Sri Ganganagar	4109	0	4109	4110

Churi and Korma Prices: As On 06 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 06 Mar, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		83	1243
Guargum Powder	200 Mesh 5000 CPS	103	1543
	200 Mesh 3500 CPS	98	1468
Guargum Meal	Meal 40%	21	315
	Meal 50%	25	375

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			6-Mar-17	4-Mar-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3875	3800	75
		Jodhpur(Delivery)	4025	3950	75
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3635	3550	85
		Sri-Ganganagar (Delivery)	3785	3700	85
		Rawla (Loose)	3750	3625	125
		Gharsana (Loose)	3800	3600	200
		Raisinghnagar (Loose)	3800	3670	130
	Bikaner	Bikaner (Loose)	3608	3621	-13
		Bikaner (Delivery)	3758	3771	-13
		Nokha(Loose)	3720	3630	90
		Nokha (Delivery)	3854	3761	93
		Khajuwala (Loose)	3762	3700	62
		Khajuwala (Delivery)	3912	3848	64
		Lunkaransar (Loose)	3750	3600	150
	Hanumangarh	Hanumangarh (Loose)	NA	NA	-
		Hanumangarh (Delivery)	NA	NA	-
		Nohar (Loose)	3800	3725	75
		Pilibanga (Loose)	3700	NR	-
	Nagaur	Nagaur (Loose)	3700	3550	150
	Churu	Churu (Delivery)	3850	3700	150
	Alwar	Alwar (Loose)	3600	3450	150

Haryana	Hisar	Adampur (Loose)	3800	3800	Unch
		Adampur (Delivery)	3950	3950	Unch
	Bhiwani	Bhiwani (Delivery)	3850	3750	100
		Siwani (Loose)	3850	3750	100
	Sirsa	Sirsa (Loose)	3840	3700	140
		Dhabwali (Loose)	3650	3650	Unch
		Dhabwali (Delivery)	3800	3800	Unch
		Ellanabad (Loose)	3850	3700	150
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3850	3700	150
	Patan	Patan (Loose)	3650	NA	-
	Rajkot	Rajkot (Loose)	3725	NA	-
	Jamnagar	Dhrol (Loose)	3450	3490	-40
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8200	8050	150
	Alwar	Alwar	8300	8000	300
	Hanumangarh	Nohar	8100	8000	100
Haryana	Bhiwani	Bhiwani	8350	8300	50
	Sirsa	Sirsa	8350	8100	250
		Dhabwali	8300	8000	300
		Ellanabad	8400	8200	200
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			6-Mar-17	4-Mar-17	
Guar Seed	Jodhpur	Jodhpur	112	192	-80
	Sri-Ganganagar	Sri-Ganganagar	112	192	-80
		Rawla	100	100	Unch
		Gharsana	250	200	50
		Raisinghnagar	300	500	-200
	Bikaner	Bikaner	467	346	121
		Nokha	700	800	-100
		Khajuwala	400	300	100
		Lunkaransar	700	300	400
	Hanumangarh	Hanumangarh	NA	NA	-
		Nohar	700	500	200
		Pilibanga	100	NR	-

	Nagaur	Nagaur	250	600	-350
	Churu	Churu	2000	2000	Unch
	Alwar	Alwar	1000	1000	Unch
Haryana	Hisar	Adampur	1200	1200	Unch
	Bhiwani	Bhiwani	2000	3000	-1000
		Siwani	400	500	-100
	Sirsa	Sirsa	500	300	200
		Dhabwali	70	50	20
		Ellanabad	150	80	70
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	278	160	118
	Patan	Patan	326	NA	-
	Rajkot	Rajkot	200	NA	-
	Jamnagar	Dhrol	1	1	Unch
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			12316	12321	-5

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