

Domestic Fundamentals:

- Mostly firm sentiments reported among major spot markets on Tuesday amid higher 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	-105	3906	3910	3776	3780	20280	-9,330	18560	-4,420
April-17	-102	3990	4000	3864	3871	137040	3,380	85560	5,830

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
March-17	-186	8272	8333	8062	8080	5370	-3,355	7745	-2,045
April-17	-185	8600	8650	8228	8240	40730	11,530	50340	2,765

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	06-Mar-17	06-Mar-17	06-Mar-17	06-Mar-17
Bikaner	7003	170	7173	7004
Deesa	9023	586	9609	9023
Sri Ganganagar	2870	0	2870	2869
Jodhpur	1879	0	1879	1880
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	06-Mar-17	06-Mar-17	06-Mar-17	06-Mar-17
Deesa	20	0	20	20
Bikaner	6948	10	6958	6947
Jodhpur	10631	259	10890	10631
Nokha	8866	80	8946	8866
Sri Ganganagar	4109	0	4109	4110

Churi and Korma Prices: As On 07 Mar, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1575
Korma	Jodhpur	1819
Churi	Sri Ganganagar	1425
Korma	Sri Ganganagar	1669

Guar Export Prices: As On 07 Mar, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		83	1246
Guargum Powder	200 Mesh 5000 CPS	103	1546
	200 Mesh 3500 CPS	98	1471
Guargum Meal	Meal 40%	21	315
	Meal 50%	25	375

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			7-Mar-17	6-Mar-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3900	3875	25
		Jodhpur(Delivery)	4050	4025	25
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3730	3635	95
		Sri-Ganganagar (Delivery)	3880	3785	95
		Rawla (Loose)	3750	3750	Unch
		Gharsana (Loose)	3850	3800	50
		Raisinghnagar (Loose)	3800	3800	Unch
	Bikaner	Bikaner (Loose)	3700	3608	92
		Bikaner (Delivery)	3850	3758	92
		Nokha(Loose)	3720	3720	Unch
		Nokha (Delivery)	3854	3854	Unch
		Khajuwala (Loose)	3800	3762	38
		Khajuwala (Delivery)	3952	3912	40
		Lunkaransar (Loose)	3800	3750	50
	Hanumangarh	Hanumangarh (Loose)	3800	NA	-
		Hanumangarh (Delivery)	3950	NA	-
		Nohar (Loose)	3850	3800	50
		Pilibanga (Loose)	3700	3700	Unch
	Nagaur	Nagaur (Loose)	3725	3700	25
	Churu	Churu (Delivery)	3950	3850	100
	Alwar	Alwar (Loose)	3700	3600	100
Haryana	Hisar	Adampur (Loose)	3850	3800	50

	Bhiwani	Adampur (Delivery)	4000	3950	50
		Bhiwani (Delivery)	3900	3850	50
		Siwani (Loose)	3900	3850	50
	Sirsa	Sirsa (Loose)	3870	3840	30
		Dhabwali (Loose)	3850	3650	200
		Dhabwali (Delivery)	4000	3800	200
		Ellanabad (Loose)	3775	3850	-75
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3650	3850	-200
	Patan	Patan (Loose)	3655	3650	5
	Rajkot	Rajkot (Loose)	3710	3725	-15
	Jamnagar	Dhrol (Loose)	NA	3450	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8400	8200	200
	Alwar	Alwar	8400	8300	100
	Hanumangarh	Nohar	8300	8100	200
Haryana	Bhiwani	Bhiwani	8400	8350	50
	Sirsa	Sirsa	8500	8350	150
		Dhabwali	8300	8300	Unch
		Ellanabad	8350	8400	-50
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			7-Mar-17	6-Mar-17	
Guar Seed	Jodhpur	Jodhpur	112	112	Unch
	Sri-Ganganagar	Sri-Ganganagar	278	112	166
		Rawla	100	100	Unch
		Gharsana	250	250	Unch
		Raisinghnagar	150	300	-150
	Bikaner	Bikaner	400	467	-67
		Nokha	1500	700	800
		Khajuwala	250	400	-150
		Lunkaransar	1000	700	300
	Hanumangarh	Hanumangarh	100	NA	-
		Nohar	1000	700	300
		Pilibanga	100	100	Unch
	Nagaur	Nagaur	400	250	150

	Churu	Churu	2000	2000	Unch
	Alwar	Alwar	1000	1000	Unch
Haryana	Hisar	Adampur	2000	1200	800
	Bhiwani	Bhiwani	1000	2000	-1000
		Siwani	500	400	100
	Sirsa	Sirsa	500	500	Unch
		Dhabwali	100	70	30
		Ellanabad	100	150	-50
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	304	278	26
	Patan	Patan	534	326	208
	Rajkot	Rajkot	150	200	-50
	Jamnagar	Dhrol	NA	1	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			13828	12316	1512

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