

Domestic Fundamentals:

- Mostly weak sentiments reported among major spot markets on Wednesday 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 in coming days.

Guar Seed 10MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
March-17	114	3785	3917	3762	3917	23020	2,740	12210	-6,350
April-17	116	3876	4009	3851	4009	130500	-6,540	91180	5,620

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
March-17	325	8070	8453	8050	8453	6105	735	5755	-1,990
April-17	331	8250	8621	8206	8621	35355	-5,375	53510	3,170

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	07-Mar-17	07-Mar-17	07-Mar-17	06-Mar-17
Bikaner	7152	0	7152	7004
Deesa	9291	586	9877	9023
Sri Ganganagar	2870	100	2970	2869
Jodhpur	1879	0	1879	1880
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	07-Mar-17	07-Mar-17	07-Mar-17	06-Mar-17
Deesa	20	0	20	20
Bikaner	6948	139	7087	6947
Jodhpur	10750	676	11426	10631
Nokha	8916	80	8996	8866
Sri Ganganagar	4109	55	4164	4110

Churi and Korma Prices: As On 08 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 08 Mar, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		83	1245
Guargum Powder	200 Mesh 5000 CPS	103	1545
	200 Mesh 3500 CPS	98	1470
Guargum Meal	Meal 40%	21	315
	Meal 50%	25	375

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			8-Mar-17	7-Mar-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3800	3900	-100
		Jodhpur(Delivery)	3950	4050	-100
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3789	3730	59
		Sri-Ganganagar (Delivery)	3939	3880	59
		Rawla (Loose)	3650	3750	-100
		Gharsana (Loose)	3750	3850	-100
		Raisinghnagar (Loose)	3700	3800	-100
	Bikaner	Bikaner (Loose)	3700	3700	Unch
		Bikaner (Delivery)	3850	3850	Unch
		Nokha(Loose)	3690	3720	-30
		Nokha (Delivery)	3823	3854	-31
		Khajuwala (Loose)	3750	3800	-50
		Khajuwala (Delivery)	3900	3952	-52
		Lunkaransar (Loose)	3700	3800	-100
	Hanumangarh	Hanumangarh (Loose)	3700	3800	-100
		Hanumangarh (Delivery)	3850	3950	-100
		Nohar (Loose)	3830	3850	-20
		Pilibanga (Loose)	3650	3700	-50
	Nagaur	Nagaur (Loose)	3650	3725	-75
	Churu	Churu (Delivery)	3850	3950	-100
	Alwar	Alwar (Loose)	3600	3700	-100
Haryana	Hisar	Adampur (Loose)	3850	3850	Unch

	Bhiwani	Adampur (Delivery)	4000	4000	Unch
		Bhiwani (Delivery)	3850	3900	-50
		Siwani (Loose)	3800	3900	-100
	Sirsa	Sirsa (Loose)	3775	3870	-95
		Dhabwali (Loose)	3800	3850	-50
		Dhabwali (Delivery)	3950	4000	-50
		Ellanabad (Loose)	3700	3775	-75
Gujarat	Fatehabad	Fatehabad (Loose)	NR	NR	-
	Banaskantha	Deesa (Loose)	3575	3650	-75
	Patan	Patan (Loose)	3550	3655	-105
	Rajkot	Rajkot (Loose)	3670	3710	-40
Madhya Pradesh	Jamnagar	Dhrol (Loose)	3405	NA	-
	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8200	8400	-200
	Alwar	Alwar	8300	8400	-100
	Hanumangarh	Nohar	8200	8300	-100
Haryana	Bhiwani	Bhiwani	8600	8400	200
	Sirsa	Sirsa	8400	8500	-100
		Dhabwali	8200	8300	-100
		Ellanabad	8300	8350	-50
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			8-Mar-17	7-Mar-17	
Guar Seed	Jodhpur	Jodhpur	112	112	Unch
	Sri-Ganganagar	Sri-Ganganagar	160	278	-118
		Rawla	250	100	150
		Gharsana	400	250	150
		Raisinghnagar	200	150	50
	Bikaner	Bikaner	400	400	Unch
		Nokha	800	1500	-700
		Khajuwala	250	250	Unch
		Lunkaransar	400	1000	-600
	Hanumangarh	Hanumangarh	100	100	Unch
		Nohar	1000	1000	Unch
		Pilibanga	120	100	20
	Nagaur	Nagaur	250	400	-150

	Churu	Churu	2000	2000	Unch
	Alwar	Alwar	1000	1000	Unch
Haryana	Hisar	Adampur	3000	2000	1000
	Bhiwani	Bhiwani	1000	1000	Unch
		Siwani	700	500	200
	Sirsa	Sirsa	150	500	-350
		Dhabwali	150	100	50
		Ellanabad	125	100	25
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	306	304	2
	Patan	Patan	317	534	-217
	Rajkot	Rajkot	300	150	150
	Jamnagar	Dhrol	3	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			13493	13828	-335

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