

Domestic Fundamentals:

- Mostly firm sentiments reported among major spot markets on Thursday amid lower arrivals.
- All India weekly average prices increased by 7.41 percent to Rs. 3507.85 per quintal during the week ended 8th March 2017. Guar seed average price were ruling at Rs 3265.84 per quintal during 24-28th February 2017. As compared to prices in the week 01-08 March 2016, the prices are firm by 31.89 percent. Prices are expected to remain range bound to slightly firm in coming days.
- The wholesale price index of guar seed has decreased slightly from 239.8 in January 2017 to 239.7 in February 2017. The WPI for February 2017 is up by 10.8 compared to last year for the same month and down by 52.4 compared to February 2015.
- Traders and millers of largest guar producing state in India were hoping for a relief in the form of reduction in VAT on guar gum but Rajasthan government has kept VAT unchanged in its budget. VAT@ 5.5% was applied by the state government last year. Currently guar gum prices are hovering around Rs 8150-8300 per quintal in Jodhpur mandi.
- 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 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.

- 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.
- 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	21	3705	3755	3726	3726	140	-40	140	-130
April-17	-3	3853	3869	3821	3847	80000	-28,570	85390	1,250

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
March-17	57	8014	8100	8027	8071	310	-180	250	-380
April-17	22	8180	8249	8094	8185	22470	-4,255	51575	-515

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	15-Mar-17	15-Mar-17	15-Mar-17	11-Mar-17
Bikaner	6498	0	6498	6538
Deesa	10652	288	10940	10274
Sri Ganganagar	2960	130	3090	2889
Jodhpur	1260	0	1260	1381
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	15-Mar-17	15-Mar-17	15-Mar-17	11-Mar-17
Deesa	20	0	20	20
Bikaner	7221	5	7226	7176
Jodhpur	11728	194	11922	11808
Nokha	9255	144	9399	9145
Sri Ganganagar	3738	0	3738	3714

Churi and Korma Prices: As On 16 Mar, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1575
Korma	Jodhpur	1838
Churi	Sri Ganganagar	1388
Korma	Sri Ganganagar	1688

Guar Export Prices: As On 16 Mar, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		82	1254
Guargum Powder	200 Mesh 5000 CPS	102	1560
	200 Mesh 3500 CPS	97	1484
Guargum Meal	Meal 40%	21	321
	Meal 50%	25	382

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			16-Mar-17	15-Mar-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3650	3700	-50
		Jodhpur(Delivery)	3800	3850	-50
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3692	3631	61
		Sri-Ganganagar (Delivery)	3842	3781	61
		Rawla (Loose)	3800	3700	100
		Gharsana (Loose)	3760	3660	100
		Raisinghnagar (Loose)	NR	3675	-
	Bikaner	Bikaner (Loose)	3750	3740	10
		Bikaner (Delivery)	3900	3890	10
		Nokha(Loose)	3700	3670	30
		Nokha (Delivery)	3833	3802	31
		Khajuwala (Loose)	3730	3800	-70
		Khajuwala (Delivery)	3879	3952	-73
		Lunkaransar (Loose)	3700	3600	100
	Hanumangarh	Hanumangarh (Loose)	3800	3800	Unch
		Hanumangarh (Delivery)	3950	3950	Unch
		Nohar (Loose)	3800	3700	100
		Pilibanga (Loose)	3675	3650	25
	Nagaur	Nagaur (Loose)	3700	3600	100
	Churu	Churu (Delivery)	3900	3800	100

	Alwar	Alwar (Loose)	3700	3550	150
Haryana	Hisar	Adampur (Loose)	3750	3700	50
		Adampur (Delivery)	3900	3850	50
	Bhiwani	Bhiwani (Delivery)	3900	3825	75
		Siwani (Loose)	3850	3825	25
	Sirsa	Sirsa (Loose)	3815	3814	1
		Dhabwali (Loose)	3800	3700	100
		Dhabwali (Delivery)	3950	3850	100
		Ellanabad (Loose)	3725	3725	Unch
	Fatehabad	Fatehabad (Loose)	3750	3750	Unch
Gujarat	Banaskantha	Deesa (Loose)	Closed	Closed	-
	Patan	Patan (Loose)	3595	3540	55
	Rajkot	Rajkot (Loose)	3550	3555	-5
	Jamnagar	Dhrol (Loose)	3570	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8100	8200	-100
	Alwar	Alwar	8200	7900	300
	Hanumangarh	Nohar	8200	8000	200
Haryana	Bhiwani	Bhiwani	8680	8600	80
	Sirsa	Sirsa	8250	8200	50
		Dhabwali	8400	8200	200
		Ellanabad	8200	8200	Unch
	Fatehabad	Fatehabad	8200	8200	Unch

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			16-Mar-17	15-Mar-17	
Rajasthan	Jodhpur	Jodhpur	59	269	-210
	Sri-Ganganagar	Sri-Ganganagar	281	64	217
		Rawla	100	100	Unch
		Gharsana	100	100	Unch
		Raisinghnagar	NR	200	-
	Bikaner	Bikaner	300	400	-100
		Nokha	1000	1000	Unch
		Khajuwala	200	300	-100
		Lunkaransar	300	400	-100
	Hanumangarh	Hanumangarh	100	60	40
		Nohar	500	800	-300

		Pilibanga	375	450	-75
	Nagaur	Nagaur	100	150	-50
	Churu	Churu	2000	2000	Unch
	Alwar	Alwar	600	600	Unch
Haryana	Hisar	Adampur	2000	2000	Unch
	Bhiwani	Bhiwani	700	700	Unch
		Siwani	800	500	300
	Sirsa	Sirsa	800	600	200
		Dhabwali	150	200	-50
		Ellanabad	200	250	-50
	Fatehabad	Fatehabad	20	40	-20
Gujarat	Banaskantha	Deesa	Closed	Closed	-
	Patan	Patan	202	100	102
	Rajkot	Rajkot	200	150	50
	Jamnagar	Dhrol	11	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			11098	11433	-335

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