

**Domestic Fundamentals:**

- Mostly weak sentiments reported among major spot markets on Friday amid higher 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 guargum 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	111	3741	3852	3694	3852	200	60	140	0
April-17	77	3850	3944	3774	3918	139840	59,840	86750	1,360

## Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
March-17	-239	7951	7951	7811	7811	75	-235	175	-75
April-17	200	8200	8395	7960	8375	36305	13,835	50995	-580

## Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	16-Mar-17	16-Mar-17	16-Mar-17	11-Mar-17
Bikaner	6458	60	6518	6538
Deesa	10662	407	11069	10274
Sri Ganganagar	3060	30	3090	2889
Jodhpur	1260	0	1260	1381
Nokha	10	0	10	10

## Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	16-Mar-17	16-Mar-17	16-Mar-17	11-Mar-17
Deesa	20	0	20	20
Bikaner	7226	15	7241	7176
Jodhpur	11733	169	11902	11808
Nokha	9379	80	9459	9145
Sri Ganganagar	3738	0	3738	3714

## Churi and Korma Prices: As On 17 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 17 Mar, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		82	1251
Guargum Powder	200 Mesh 5000 CPS	102	1556
	200 Mesh 3500 CPS	97	1480
Guargum Meal	Meal 40%	21	320
	Meal 50%	25	381

## Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			17-Mar-17	16-Mar-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3600	3650	-50
		Jodhpur(Delivery)	3750	3800	-50
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3757	3692	65
		Sri-Ganganagar (Delivery)	3907	3842	65
		Rawla (Loose)	3750	3800	-50
		Gharsana (Loose)	3660	3760	-100
		Raisinghnagar (Loose)	3700	NR	-
	Bikaner	Bikaner (Loose)	3700	3750	-50
		Bikaner (Delivery)	3850	3900	-50
		Nokha(Loose)	3630	3700	-70
		Nokha (Delivery)	3761	3833	-73
		Khajuwala (Loose)	3680	3730	-50
		Khajuwala (Delivery)	3827	3879	-52
		Lunkaransar (Loose)	3600	3700	-100
	Hanumangarh	Hanumangarh (Loose)	3750	3800	-50
		Hanumangarh (Delivery)	3900	3950	-50
		Nohar (Loose)	3700	3800	-100
		Pilibanga (Loose)	3600	3675	-75
	Nagaur	Nagaur (Loose)	3550	3700	-150
	Churu	Churu (Delivery)	3750	3900	-150

	Alwar	Alwar (Loose)	3500	3700	-200
Haryana	Hisar	Adampur (Loose)	3750	3750	Unch
		Adampur (Delivery)	3900	3900	Unch
	Bhiwani	Bhiwani (Delivery)	3825	3900	-75
		Siwani (Loose)	3825	3850	-25
	Sirsa	Sirsa (Loose)	3775	3815	-40
		Dhabwali (Loose)	3700	3800	-100
		Dhabwali (Delivery)	3850	3950	-100
		Ellanabad (Loose)	3650	3725	-75
	Fatehabad	Fatehabad (Loose)	3700	3750	-50
Gujarat	Banaskantha	Deesa (Loose)	Closed	Closed	-
	Patan	Patan (Loose)	3575	3595	-20
	Rajkot	Rajkot (Loose)	3550	3550	Unch
	Jamnagar	Dhrol (Loose)	NA	3570	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8000	8100	-100
	Alwar	Alwar	8000	8200	-200
	Hanumangarh	Nohar	8000	8200	-200
Haryana	Bhiwani	Bhiwani	8600	8680	-80
	Sirsa	Sirsa	8100	8250	-150
		Dhabwali	8200	8400	-200
		Ellanabad	8100	8200	-100
	Fatehabad	Fatehabad	8200	8200	Unch

## Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			17-Mar-17	16-Mar-17	
Rajasthan	Jodhpur	Jodhpur	151	59	92
	Sri-Ganganagar	Sri-Ganganagar	211	281	-70
		Rawla	200	100	100
		Gharsana	200	100	100
		Raisinghnagar	400	NR	-
	Bikaner	Bikaner	300	300	Unch
		Nokha	700	1000	-300
		Khajuwala	400	200	200
		Lunkaransar	500	300	200
	Hanumangarh	Hanumangarh	100	100	Unch
		Nohar	1000	500	500

		Pilibanga	400	375	25
	Nagaur	Nagaur	300	100	200
	Churu	Churu	1000	2000	-1000
	Alwar	Alwar	500	600	-100
Haryana	Hisar	Adampur	2000	2000	Unch
	Bhiwani	Bhiwani	1000	700	300
		Siwani	500	800	-300
	Sirsa	Sirsa	1500	800	700
		Dhabwali	200	150	50
		Ellanabad	300	200	100
	Fatehabad	Fatehabad	100	20	80
Gujarat	Banaskantha	Deesa	Closed	Closed	-
	Patan	Patan	322	202	120
	Rajkot	Rajkot	200	200	Unch
	Jamnagar	Dhrol	NA	11	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			12484	11098	1386

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