

Domestic Fundamentals:

- Mostly firm sentiments reported among major spot markets on Saturday 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	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 18 Mar, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1613
Korma	Jodhpur	1856
Churi	Sri Ganganagar	1425
Korma	Sri Ganganagar	1688

Guar Export Prices: As On 18 Mar, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		82	1252
Guargum Powder	200 Mesh 5000 CPS	102	1558
	200 Mesh 3500 CPS	97	1482
Guargum Meal	Meal 40%	21	321
	Meal 50%	25	382

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			18-Mar-17	17-Mar-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3600	3600	Unch
		Jodhpur(Delivery)	3750	3750	Unch
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3800	3757	43
		Sri-Ganganagar (Delivery)	3950	3907	43
		Rawla (Loose)	3750	3750	Unch
		Gharsana (Loose)	3730	3660	70
		Raisinghnagar (Loose)	3760	3700	60
	Bikaner	Bikaner (Loose)	3810	3700	110
		Bikaner (Delivery)	3960	3850	110
		Nokha(Loose)	3630	3630	Unch
		Nokha (Delivery)	3761	3761	Unch
		Khajuwala (Loose)	3850	3680	170
		Khajuwala (Delivery)	4004	3827	177
		Lunkaransar (Loose)	3750	3600	150
	Hanumangarh	Hanumangarh (Loose)	3790	3750	40
		Hanumangarh (Delivery)	3940	3900	40
		Nohar (Loose)	3800	3700	100
		Pilibanga (Loose)	3600	3600	Unch
	Nagaur	Nagaur (Loose)	3800	3550	250
	Churu	Churu (Delivery)	3750	3750	Unch

	Alwar	Alwar (Loose)	3500	3500	Unch
Haryana	Hisar	Adampur (Loose)	3800	3750	50
		Adampur (Delivery)	3950	3900	50
	Bhiwani	Bhiwani (Delivery)	3950	3825	125
		Siwani (Loose)	3925	3825	100
	Sirsa	Sirsa (Loose)	3800	3775	25
		Dhabwali (Loose)	3700	3700	Unch
		Dhabwali (Delivery)	3850	3850	Unch
		Ellanabad (Loose)	3775	3650	125
	Fatehabad	Fatehabad (Loose)	3750	3700	50
Gujarat	Banaskantha	Deesa (Loose)	Closed	Closed	-
	Patan	Patan (Loose)	3620	3575	45
	Rajkot	Rajkot (Loose)	3675	3550	125
	Jamnagar	Dhrol (Loose)	3305	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8000	8000	Unch
	Alwar	Alwar	8000	8000	Unch
	Hanumangarh	Nohar	8400	8000	400
Haryana	Bhiwani	Bhiwani	8800	8600	200
	Sirsa	Sirsa	8400	8100	300
		Dhabwali	8200	8200	Unch
		Ellanabad	8500	8100	400
	Fatehabad	Fatehabad	8200	8200	Unch

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			18-Mar-17	17-Mar-17	
Rajasthan	Jodhpur	Jodhpur	23	151	-128
	Sri-Ganganagar	Sri-Ganganagar	1000	211	789
		Rawla	200	200	Unch
		Gharsana	200	200	Unch
		Raisinghnagar	300	400	-100
	Bikaner	Bikaner	250	300	-50
		Nokha	700	700	Unch
		Khajuwala	400	400	Unch
		Lunkaransar	300	500	-200
	Hanumangarh	Hanumangarh	700	100	600
		Nohar	1000	1000	Unch

		Pilibanga	400	400	Unch
	Nagaur	Nagaur	250	300	-50
	Churu	Churu	1000	1000	Unch
	Alwar	Alwar	500	500	Unch
Haryana	Hisar	Adampur	1500	2000	-500
	Bhiwani	Bhiwani	300	1000	-700
		Siwani	600	500	100
	Sirsa	Sirsa	1000	1500	-500
		Dhabwali	100	200	-100
		Ellanabad	200	300	-100
	Fatehabad	Fatehabad	100	100	Unch
Gujarat	Banaskantha	Deesa	Closed	Closed	-
	Patan	Patan	213	322	-109
	Rajkot	Rajkot	100	200	-100
	Jamnagar	Dhrol	15	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			11351	12484	-1133

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