

**Domestic Fundamentals:**

- Mostly weak sentiments reported among major spot markets on Tuesday amid higher arrivals.
- All India weekly average prices increased by 3.77 percent to Rs. 3640.18 per quintal during the week ended 15th March 2017. Guar seed average price were ruling at Rs 3507.85 per quintal during 01-08th March 2017. As compared to prices in the week 09-15 March 2016, the prices are firm by 38.92 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
April-17	-27	3866	3874	3815	3839	69600	-36,960	85010	-980
May-17	-31	3924	3937	3885	3904	7270	-6,450	23070	970

## Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
April-17	-120	8140	8160	7985	8046	18720	-5,415	48395	-740
May-17	-123	8280	8293	8120	8180	3315	-1,295	16780	405

## Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	20-Mar-17	20-Mar-17	20-Mar-17	20-Mar-17
Bikaner	6268	0	6268	6268
Deesa	10654	218	10872	10654
Sri Ganganagar	3010	0	3010	3010
Jodhpur	849	0	849	850
Nokha	10	0	10	10

## Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	20-Mar-17	20-Mar-17	20-Mar-17	20-Mar-17
Deesa	20	0	20	20
Bikaner	7281	30	7311	7281
Jodhpur	11141	90	11231	11141
Nokha	9459	85	9544	9459
Sri Ganganagar	3709	0	3709	3709

## Churi and Korma Prices: As On 21 Mar, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1525
Korma	Jodhpur	1856
Churi	Sri Ganganagar	1406
Korma	Sri Ganganagar	1669

## Guar Export Prices: As On 21 Mar, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		83	1271
Guargum Powder	200 Mesh 5000 CPS	103	1577
	200 Mesh 3500 CPS	98	1501
Guargum Meal	Meal 40%	22	337
	Meal 50%	26	398

## Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			21-Mar-17	20-Mar-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3875	3925	-50
		Jodhpur(Delivery)	4025	4075	-50
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3761	3800	-39
		Sri-Ganganagar (Delivery)	3911	3950	-39
		Rawla (Loose)	3750	NA	-
		Gharsana (Loose)	3660	NA	-
		Raisinghnagar (Loose)	3700	NA	-
	Bikaner	Bikaner (Loose)	3775	3800	-25
		Bikaner (Delivery)	3925	3950	-25
		Nokha(Loose)	3700	3750	-50
		Nokha (Delivery)	3833	3885	-52
		Khajuwala (Loose)	3775	3830	-55
		Khajuwala (Delivery)	3926	3983	-57
		Lunkaransar (Loose)	3675	3750	-75
	Hanumangarh	Hanumangarh (Loose)	3715	3810	-95
		Hanumangarh (Delivery)	3865	3960	-95
		Nohar (Loose)	3725	3790	-65
		Pilibanga (Loose)	3650	3675	-25
	Nagaur	Nagaur (Loose)	3600	3750	-150
	Churu	Churu (Delivery)	3800	3900	-100
	Alwar	Alwar (Loose)	3600	3700	-100

Haryana	Hisar	Adampur (Loose)	3750	3775	-25
		Adampur (Delivery)	3900	3925	-25
	Bhiwani	Bhiwani (Delivery)	3850	3900	-50
		Siwani (Loose)	3850	3875	-25
	Sirsa	Sirsa (Loose)	3785	3825	-40
		Dhabwali (Loose)	3810	3750	60
		Dhabwali (Delivery)	3960	3900	60
		Ellanabad (Loose)	3725	3775	-50
	Fatehabad	Fatehabad (Loose)	3600	3600	Unch
Gujarat	Banaskantha	Deesa (Loose)	3575	Closed	-
	Patan	Patan (Loose)	3580	3615	-35
	Rajkot	Rajkot (Loose)	3585	3575	10
	Jamnagar	Dhrol (Loose)	3285	3285	Unch
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8175	8350	-175
	Alwar	Alwar	8000	8300	-300
	Hanumangarh	Nohar	8500	8200	300
Haryana	Bhiwani	Bhiwani	8550	8680	-130
	Sirsa	Sirsa	8200	8400	-200
		Dhabwali	8250	8200	50
		Ellanabad	8150	8250	-100
	Fatehabad	Fatehabad	8200	8200	Unch

## Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			21-Mar-17	20-Mar-17	
Guar Seed	Jodhpur	Jodhpur	NA	183	-
	Sri-Ganganagar	Sri-Ganganagar	500	500	Unch
		Rawla	250	NA	-
		Gharsana	200	NA	-
		Raisinghnagar	400	NA	-
	Bikaner	Bikaner	300	400	-100
		Nokha	1300	1500	-200
		Khajuwala	500	600	-100
		Lunkaransar	600	400	200
	Hanumangarh	Hanumangarh	50	50	Unch
		Nohar	700	800	-100
		Pilibanga	350	350	Unch

	<b>Nagaur</b>	Nagaur	200	NA	-
	<b>Churu</b>	Churu	1000	2000	-1000
	<b>Alwar</b>	Alwar	500	400	100
<b>Haryana</b>	<b>Hisar</b>	Adampur	2200	1500	700
	<b>Bhiwani</b>	Bhiwani	1500	1000	500
		Siwani	800	600	200
	<b>Sirsa</b>	Sirsa	1000	800	200
		Dhabwali	200	100	100
		Ellanabad	300	100	200
	<b>Fatehabad</b>	Fatehabad	50	70	-20
<b>Gujarat</b>	<b>Banaskantha</b>	Deesa	21	Closed	-
	<b>Patan</b>	Patan	259	146	113
	<b>Rajkot</b>	Rajkot	200	150	50
	<b>Jamnagar</b>	Dhrol	NA	7	-
<b>Madhya Pradesh</b>	<b>Gwalior</b>	Dabra	NA	NA	-
<b>Total Arrivals/Above Markets</b>			<b>13380</b>	<b>11656</b>	<b>1724</b>

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