

Domestic Fundamentals:

- Mostly weak sentiments reported among major spot markets on Wednesday amid lower 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 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
April-17	-12	3821	3897	3808	3835	111040	41,440	84940	-70
May-17	-8	3893	3963	3874	3902	16560	9,290	26350	3,280

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
April-17	-155	8020	8193	7890	7930	30980	12,260	47200	-1,195
May-17	-146	8150	8322	8026	8067	7105	3,790	18845	2,065

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	21-Mar-17	21-Mar-17	21-Mar-17	20-Mar-17
Bikaner	6268	0	6268	6268
Deesa	10733	258	10991	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
	21-Mar-17	21-Mar-17	21-Mar-17	20-Mar-17
Deesa	20	0	20	20
Bikaner	7301	50	7351	7281
Jodhpur	11141	229	11370	11141
Nokha	9494	100	9594	9459
Sri Ganganagar	3709	25	3734	3709

Churi and Korma Prices: As On 22 Mar, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1550
Korma	Jodhpur	1856
Churi	Sri Ganganagar	1388
Korma	Sri Ganganagar	1688

Guar Export Prices: As On 22 Mar, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		80	1222
Guargum Powder	200 Mesh 5000 CPS	100	1527
	200 Mesh 3500 CPS	95	1451
Guargum Meal	Meal 40%	22	336
	Meal 50%	26	397

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			22-Mar-17	21-Mar-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3875	3875	Unch
		Jodhpur(Delivery)	4025	4025	Unch
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3730	3761	-31
		Sri-Ganganagar (Delivery)	3880	3911	-31
		Rawla (Loose)	3711	3750	-39
		Gharsana (Loose)	3650	3660	-10
		Raisinghnagar (Loose)	3725	3700	25
	Bikaner	Bikaner (Loose)	3750	3775	-25
		Bikaner (Delivery)	3900	3925	-25
		Nokha(Loose)	3725	3700	25
		Nokha (Delivery)	3859	3833	26
		Khajuwala (Loose)	3775	3775	Unch
		Khajuwala (Delivery)	3926	3926	Unch
		Lunkaransar (Loose)	3700	3675	25
	Hanumangarh	Hanumangarh (Loose)	3780	3715	65
		Hanumangarh (Delivery)	3930	3865	65
		Nohar (Loose)	3700	3725	-25
		Pilibanga (Loose)	3650	3650	Unch
	Nagaur	Nagaur (Loose)	3650	3600	50
	Churu	Churu (Delivery)	3800	3800	Unch
	Alwar	Alwar (Loose)	3600	3600	Unch

Haryana	Hisar	Adampur (Loose)	3750	3750	Unch
		Adampur (Delivery)	3900	3900	Unch
	Bhiwani	Bhiwani (Delivery)	3800	3850	-50
		Siwani (Loose)	3875	3850	25
	Sirsa	Sirsa (Loose)	3800	3785	15
		Dhabwali (Loose)	3710	3810	-100
		Dhabwali (Delivery)	3860	3960	-100
		Ellanabad (Loose)	3725	3725	Unch
	Fatehabad	Fatehabad (Loose)	3600	3600	Unch
Gujarat	Banaskantha	Deesa (Loose)	3575	3575	Unch
	Patan	Patan (Loose)	3545	3580	-35
	Rajkot	Rajkot (Loose)	3585	3585	Unch
	Jamnagar	Dhrol (Loose)	3460	3285	175
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8100	8175	-75
	Alwar	Alwar	8000	8000	Unch
	Hanumangarh	Nohar	8500	8500	Unch
Haryana	Bhiwani	Bhiwani	8500	8550	-50
	Sirsa	Sirsa	8250	8200	50
		Dhabwali	8100	8250	-150
		Ellanabad	8000	8150	-150
	Fatehabad	Fatehabad	8200	8200	Unch

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			22-Mar-17	21-Mar-17	
Guar Seed	Jodhpur	Jodhpur	162	NA	-
	Sri-Ganganagar	Sri-Ganganagar	550	500	50
		Rawla	250	250	Unch
		Gharsana	300	200	100
		Raisinghnagar	700	400	300
	Bikaner	Bikaner	500	300	200
		Nokha	1200	1300	-100
		Khajuwala	500	500	Unch
		Lunkaransar	300	600	-300
	Hanumangarh	Hanumangarh	70	50	20
		Nohar	800	700	100
		Pilibanga	300	350	-50

	Nagaur	Nagaur	300	200	100
	Churu	Churu	700	1000	-300
	Alwar	Alwar	200	500	-300
Haryana	Hisar	Adampur	2000	2200	-200
	Bhiwani	Bhiwani	1500	1500	Unch
		Siwani	700	800	-100
	Sirsa	Sirsa	1000	1000	Unch
		Dhabwali	200	200	Unch
		Ellanabad	400	300	100
	Fatehabad	Fatehabad	50	50	Unch
Gujarat	Banaskantha	Deesa	20	21	-1
	Patan	Patan	232	259	-27
	Rajkot	Rajkot	NA	200	-
	Jamnagar	Dhrol	2	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			12936	13380	-444

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