

Domestic Fundamentals:

- Mostly weak sentiments reported among major spot markets on Thursday 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 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	23	3835	3907	3824	3868	105240	-5,800	83360	-1,580
May-17	25	3907	3972	3890	3931	19760	3,200	29020	2,670

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
April-17	51	7949	8085	7843	7997	24270	-6,710	45220	-1,980
May-17	53	8067	8213	7982	8130	6735	-370	20595	1,750

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	22-Mar-17	22-Mar-17	22-Mar-17	20-Mar-17
Bikaner	6268	0	6268	6268
Deesa	10852	495	11347	10654
Sri Ganganagar	3010	0	3010	3010
Jodhpur	760	0	760	850
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	22-Mar-17	22-Mar-17	22-Mar-17	20-Mar-17
Deesa	20	0	20	20
Bikaner	7310	154	7464	7281
Jodhpur	11042	313	11355	11141
Nokha	9593	60	9653	9459
Sri Ganganagar	3709	25	3734	3709

Churi and Korma Prices: As On 23 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 23 Mar, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		80	1223
Guargum Powder	200 Mesh 5000 CPS	100	1529
	200 Mesh 3500 CPS	95	1452
Guargum Meal	Meal 40%	22	336
	Meal 50%	26	397

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			23-Mar-17	22-Mar-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3850	3875	-25
		Jodhpur(Delivery)	4000	4025	-25
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3725	3730	-5
		Sri-Ganganagar (Delivery)	3875	3880	-5
		Rawla (Loose)	3725	3711	14
		Gharsana (Loose)	3670	3650	20
		Raisinghnagar (Loose)	3750	3725	25
	Bikaner	Bikaner (Loose)	3725	3750	-25
		Bikaner (Delivery)	3875	3900	-25
		Nokha(Loose)	3700	3725	-25
		Nokha (Delivery)	3833	3859	-26
		Khajuwala (Loose)	NA	3775	-
		Khajuwala (Delivery)	NA	3926	-
		Lunkaransar (Loose)	3650	3700	-50
	Hanumangarh	Hanumangarh (Loose)	3750	3780	-30
		Hanumangarh (Delivery)	3900	3930	-30
		Nohar (Loose)	3750	3700	50
		Pilibanga (Loose)	3660	3650	10
	Nagaur	Nagaur (Loose)	3500	3650	-150
	Churu	Churu (Delivery)	3850	3800	50
	Alwar	Alwar (Loose)	3600	3600	Unch

Haryana	Hisar	Adampur (Loose)	3700	3750	-50
		Adampur (Delivery)	3850	3900	-50
	Bhiwani	Bhiwani (Delivery)	3825	3800	25
		Siwani (Loose)	3850	3875	-25
	Sirsa	Sirsa (Loose)	3800	3800	Unch
		Dhabwali (Loose)	3710	3710	Unch
		Dhabwali (Delivery)	3860	3860	Unch
		Ellanabad (Loose)	3750	3725	25
	Fatehabad	Fatehabad (Loose)	NR	3600	-
Gujarat	Banaskantha	Deesa (Loose)	3565	3575	-10
	Patan	Patan (Loose)	3540	3545	-5
	Rajkot	Rajkot (Loose)	3550	3585	-35
	Jamnagar	Dhrol (Loose)	3400	3460	-60
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7950	8100	-150
	Alwar	Alwar	8000	8000	Unch
	Hanumangarh	Nohar	8100	8500	-400
Haryana	Bhiwani	Bhiwani	8550	8500	50
	Sirsa	Sirsa	8150	8250	-100
		Dhabwali	8100	8100	Unch
		Ellanabad	8100	8000	100
	Fatehabad	Fatehabad	NR	8200	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			23-Mar-17	22-Mar-17	
Guar Seed	Jodhpur	Jodhpur	110	162	-52
	Sri-Ganganagar	Sri-Ganganagar	1200	550	650
		Rawla	250	250	Unch
		Gharsana	250	300	-50
		Raisinghnagar	600	700	-100
	Bikaner	Bikaner	500	500	Unch
		Nokha	1000	1200	-200
		Khajuwala	NA	500	-
		Lunkaransar	300	300	Unch
	Hanumangarh	Hanumangarh	100	70	30
		Nohar	1000	800	200
		Pilibanga	300	300	Unch

	Nagaur	Nagaur	150	300	-150
	Churu	Churu	1000	700	300
	Alwar	Alwar	500	200	300
Haryana	Hisar	Adampur	1500	2000	-500
	Bhiwani	Bhiwani	1000	1500	-500
		Siwani	500	700	-200
	Sirsa	Sirsa	1000	1000	Unch
		Dhabwali	250	200	50
		Ellanabad	300	400	-100
	Fatehabad	Fatehabad	NR	50	-
Gujarat	Banaskantha	Deesa	114	20	94
	Patan	Patan	184	232	-48
	Rajkot	Rajkot	100	NA	-
	Jamnagar	Dhrol	1	2	-1
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			12209	12936	-727

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