

Domestic Fundamentals:

- Mostly weak sentiments reported among major spot markets on Saturday amid lower arrivals.
- All India weekly average prices decreased by 4.73 percent to Rs. 3467.99 per quintal during the week ended 23rd March 2017. Guar seed average price were ruling at Rs 3640.18 per quintal during 09-15th March 2017. As compared to prices in the week 16-23 March 2016, the prices are firm by 21.61 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	-4	3849	3938	3849	3862	124570	19,330	81280	-2,080
May-17	0	3925	4004	3923	3932	24990	5,230	31720	2,700

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
April-17	-25	7922	8125	7922	7951	26425	2,155	43140	-2,080
May-17	-14	8130	8254	8085	8090	8825	2,090	23215	2,620

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	24-Mar-17	24-Mar-17	24-Mar-17	20-Mar-17
Bikaner	4415	1633	6048	6268
Deesa	8211	2770	10981	10654
Sri Ganganagar	2480	530	3010	3010
Jodhpur	760	0	760	850
Nokha	0	10	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	24-Mar-17	24-Mar-17	24-Mar-17	20-Mar-17
Deesa	20	0	20	20
Bikaner	6078	1317	7395	7281
Jodhpur	9088	2208	11296	11141
Nokha	8850	673	9523	9459
Sri Ganganagar	3294	440	3734	3709

Churi and Korma Prices: As On 25 Mar, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1575
Korma	Jodhpur	1901
Churi	Sri Ganganagar	1406
Korma	Sri Ganganagar	1706

Guar Export Prices: As On 25 Mar, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		80	1224
Guargum Powder	200 Mesh 5000 CPS	100	1530
	200 Mesh 3500 CPS	95	1453
Guargum Meal	Meal 40%	22	337
	Meal 50%	26	398

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			25-Mar-17	24-Mar-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3850	3900	-50
		Jodhpur(Delivery)	4000	4050	-50
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3635	3718	-83
		Sri-Ganganagar (Delivery)	3785	3868	-83
		Rawla (Loose)	3650	3720	-70
		Gharsana (Loose)	3690	3710	-20
		Raisinghnagar (Loose)	3740	3770	-30
	Bikaner	Bikaner (Loose)	NR	NR	-
		Bikaner (Delivery)	NR	NR	-
		Nokha(Loose)	3650	3700	-50
		Nokha (Delivery)	3781	3833	-52
		Khajuwala (Loose)	NA	NA	-
		Khajuwala (Delivery)	NA	NA	-
		Lunkaransar (Loose)	3650	3700	-50
	Hanumangarh	Hanumangarh (Loose)	3760	3700	60
		Hanumangarh (Delivery)	3910	3850	60
		Nohar (Loose)	3700	3750	-50
		Pilibanga (Loose)	3600	3660	-60
	Nagaur	Nagaur (Loose)	3550	3550	Unch
	Churu	Churu (Delivery)	3850	3850	Unch

	Alwar	Alwar (Loose)	3600	3600	Unch
Haryana	Hisar	Adampur (Loose)	3725	3800	-75
		Adampur (Delivery)	3875	3950	-75
	Bhiwani	Bhiwani (Delivery)	3825	3800	25
		Siwani (Loose)	3820	3900	-80
	Sirsa	Sirsa (Loose)	3780	3825	-45
		Dhabwali (Loose)	3700	3700	Unch
		Dhabwali (Delivery)	3850	3850	Unch
		Ellanabad (Loose)	3700	3750	-50
	Fatehabad	Fatehabad (Loose)	3700	3700	Unch
Gujarat	Banaskantha	Deesa (Loose)	3550	3600	-50
	Patan	Patan (Loose)	NA	3655	-
	Rajkot	Rajkot (Loose)	NA	3560	-
	Jamnagar	Dhrol (Loose)	NA	3400	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8000	8100	-100
	Alwar	Alwar	8000	8000	Unch
	Hanumangarh	Nohar	8000	8100	-100
Haryana	Bhiwani	Bhiwani	8070	8350	-280
	Sirsa	Sirsa	8100	8200	-100
		Dhabwali	8000	8100	-100
		Ellanabad	8000	8100	-100
	Fatehabad	Fatehabad	8100	8100	Unch

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			25-Mar-17	24-Mar-17	
Rajasthan	Jodhpur	Jodhpur	90	87	3
	Sri-Ganganagar	Sri-Ganganagar	315	1000	-685
		Rawla	125	125	Unch
		Gharsana	200	300	-100
		Raisinghnagar	400	800	-400
	Bikaner	Bikaner	NR	NR	-
		Nokha	1000	800	200
		Khajuwala	NA	NA	-
		Lunkaransar	350	500	-150
	Hanumangarh	Hanumangarh	50	150	-100
		Nohar	1200	800	400

		Pilibanga	300	250	50
	Nagaur	Nagaur	150	250	-100
	Churu	Churu	1000	1000	Unch
	Alwar	Alwar	500	500	Unch
Haryana	Hisar	Adampur	1500	2000	-500
	Bhiwani	Bhiwani	600	800	-200
		Siwani	700	500	200
	Sirsa	Sirsa	800	800	Unch
		Dhabwali	100	200	-100
		Ellanabad	200	250	-50
	Fatehabad	Fatehabad	70	60	10
Gujarat	Banaskantha	Deesa	200	231	-31
	Patan	Patan	NA	213	-
	Rajkot	Rajkot	NA	200	-
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			9850	11816	-1966

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