

**Domestic Fundamentals:**

- Mostly firm sentiments reported among major spot markets on Monday 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	-92	3850	3897	3755	3772	112880	-11,690	72840	-8,440
May-17	-82	3920	3967	3837	3852	36110	11,120	38830	7,110

## Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
April-17	-309	7965	8034	7651	7660	23970	-2,455	41600	-1,540
May-17	-309	8108	8171	7785	7799	9570	745	25970	2,755

## Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	25-Mar-17	25-Mar-17	25-Mar-17	20-Mar-17
Bikaner	4415	0	4415	6268
Deesa	8438	318	8756	10654
Sri Ganganagar	2480	80	2560	3010
Jodhpur	630	0	630	850
Nokha	-	-	-	10

## Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	25-Mar-17	25-Mar-17	25-Mar-17	20-Mar-17
Deesa	20	0	20	20
Bikaner	6049	100	6149	7281
Jodhpur	9137	184	9321	11141
Nokha	8860	0	8860	9459
Sri Ganganagar	3164	0	3164	3709

## Churi and Korma Prices: As On 27 Mar, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1650
Korma	Jodhpur	2456
Churi	Sri Ganganagar	1519
Korma	Sri Ganganagar	1800

## Guar Export Prices: As On 27 Mar, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		79	1214
Guargum Powder	200 Mesh 5000 CPS	99	1521
	200 Mesh 3500 CPS	94	1444
Guargum Meal	Meal 40%	22	338
	Meal 50%	26	400

## Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			27-Mar-17	25-Mar-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3885	3850	35
		Jodhpur(Delivery)	4035	4000	35
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3800	3635	165
		Sri-Ganganagar (Delivery)	3950	3785	165
		Rawla (Loose)	3700	3650	50
		Gharsana (Loose)	3700	3690	10
		Raisinghnagar (Loose)	3720	3740	-20
	Bikaner	Bikaner (Loose)	3740	3700	40
		Bikaner (Delivery)	3890	3850	40
		Nokha(Loose)	3670	3650	20
		Nokha (Delivery)	3802	3781	21
		Khajuwala (Loose)	3750	NA	-
		Khajuwala (Delivery)	3900	NA	-
		Lunkaransar (Loose)	3650	3650	Unch
	Hanumangarh	Hanumangarh (Loose)	3770	3760	10
		Hanumangarh (Delivery)	3920	3910	10
		Nohar (Loose)	3770	3700	70
		Pilibanga (Loose)	3650	3600	50
	Nagaur	Nagaur (Loose)	3500	3550	-50
	Churu	Churu (Delivery)	3850	3850	Unch

	Alwar	Alwar (Loose)	3600	3600	Unch
Haryana	Hisar	Adampur (Loose)	3750	3725	25
		Adampur (Delivery)	3900	3875	25
	Bhiwani	Bhiwani (Delivery)	3800	3825	-25
		Siwani (Loose)	3850	3820	30
	Sirsa	Sirsa (Loose)	3760	3780	-20
		Dhabwali (Loose)	3750	3700	50
		Dhabwali (Delivery)	3750	3850	-100
		Ellanabad (Loose)	3650	3700	-50
	Fatehabad	Fatehabad (Loose)	3750	3700	50
Gujarat	Banaskantha	Deesa (Loose)	3560	3550	10
	Patan	Patan (Loose)	Closed	3645	-
	Rajkot	Rajkot (Loose)	Closed	Closed	-
	Jamnagar	Dhrol (Loose)	Closed	Closed	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8050	8000	50
	Alwar	Alwar	8000	8000	Unch
	Hanumangarh	Nohar	8100	8000	100
Haryana	Bhiwani	Bhiwani	8325	8070	255
	Sirsa	Sirsa	8050	8100	-50
		Dhabwali	8050	8000	50
		Ellanabad	8000	8000	Unch
	Fatehabad	Fatehabad	8100	8100	Unch

## Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			27-Mar-17	25-Mar-17	
Rajasthan	Jodhpur	Jodhpur	70	90	-20
	Sri-Ganganagar	Sri-Ganganagar	700	315	385
		Rawla	125	125	Unch
		Gharsana	200	200	Unch
		Raisinghnagar	150	400	-250
	Bikaner	Bikaner	500	800	-300
		Nokha	800	1000	-200
		Khajuwala	700	NA	-
		Lunkaransar	600	350	250
	Hanumangarh	Hanumangarh	20	50	-30
		Nohar	1000	1200	-200

		Pilibanga	400	300	100
	Nagaur	Nagaur	100	150	-50
	Churu	Churu	1000	1000	Unch
	Alwar	Alwar	500	500	Unch
Haryana	Hisar	Adampur	800	1500	-700
	Bhiwani	Bhiwani	600	600	Unch
		Siwani	800	700	100
	Sirsa	Sirsa	1000	800	200
		Dhabwali	200	100	100
		Ellanabad	300	200	100
	Fatehabad	Fatehabad	50	70	-20
Gujarat	Banaskantha	Deesa	53	200	-147
	Patan	Patan	Closed	220	-
	Rajkot	Rajkot	Closed	Closed	-
	Jamnagar	Dhrol	Closed	Closed	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			10668	10870	-202

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