

Domestic Fundamentals:

- Mostly firm sentiments reported among major spot markets on Wednesday 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 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	0	3878	3907	3854	3868	76140	-27,460	60830	-5,260
May-17	-2	3954	3987	3936	3944	30930	-7,190	48880	5,130

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
April-17	-2	8049	8100	7921	7958	19775	-5,930	32585	-3,865
May-17	10	8120	8240	8059	8109	13840	1,580	31970	3,130

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	28-Mar-17	28-Mar-17	28-Mar-17	27-Mar-17
Bikaner	5936	0	5936	6048
Deesa	11457	289	11746	11367
Sri Ganganagar	3010	159	3169	3010
Jodhpur	630	0	630	630
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	28-Mar-17	28-Mar-17	28-Mar-17	27-Mar-17
Deesa	20	0	20	20
Bikaner	7455	125	7580	7395
Jodhpur	11519	124	11643	11431
Nokha	9543	25	9568	9533
Sri Ganganagar	3604	40	3644	3604

Churi and Korma Prices: As On 29th Mar, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1688
Korma	Jodhpur	1950
Churi	Sri Ganganagar	1538
Korma	Sri Ganganagar	1800

Guar Export Prices: As On 29th Mar, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		79	1216
Guargum Powder	200 Mesh 5000 CPS	99	1524
	200 Mesh 3500 CPS	94	1447
Guargum Meal	Meal 40%	22	339
	Meal 50%	26	400

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			29-Mar-17	28-Mar-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3900	3825	75
		Jodhpur(Delivery)	4050	3975	75
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3800	3700	100
		Sri-Ganganagar (Delivery)	3950	3850	100
		Rawla (Loose)	NR	3680	-
		Gharsana (Loose)	3720	3620	100
		Raisinghnagar (Loose)	3700	3700	Unch
	Bikaner	Bikaner (Loose)	Closed	3700	-
		Bikaner (Delivery)	Closed	3850	-
		Nokha(Loose)	Closed	3670	-
		Nokha (Delivery)	Closed	3802	-
		Khajuwala (Loose)	3750	3740	10
		Khajuwala (Delivery)	3900	3890	10
		Lunkaransar (Loose)	3700	3600	100
	Hanumangarh	Hanumangarh (Loose)	3780	3750	30
		Hanumangarh (Delivery)	3930	3900	30
		Nohar (Loose)	3800	3725	75
		Pilibanga (Loose)	3700	3650	50
	Nagaur	Nagaur (Loose)	Closed	Closed	-
	Churu	Churu (Delivery)	3850	3800	50
	Alwar	Alwar (Loose)	3600	3600	Unch

Haryana	Hisar	Adampur (Loose)	3725	3675	50
		Adampur (Delivery)	3875	3825	50
	Bhiwani	Bhiwani (Delivery)	3850	3725	125
		Siwani (Loose)	3850	3850	Unch
	Sirsa	Sirsa (Loose)	3780	3725	55
		Dhabwali (Loose)	3800	3700	100
		Dhabwali (Delivery)	3800	3700	100
		Ellanabad (Loose)	3800	3700	100
	Fatehabad	Fatehabad (Loose)	3700	3700	Unch
Gujarat	Banaskantha	Deesa (Loose)	Closed	3545	-
	Patan	Patan (Loose)	Closed	Closed	-
	Rajkot	Rajkot (Loose)	Closed	Closed	-
	Jamnagar	Dhrol (Loose)	Closed	Closed	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8050	7750	300
	Alwar	Alwar	8000	7800	200
	Hanumangarh	Nohar	8100	7800	300
Haryana	Bhiwani	Bhiwani	8250	8000	250
	Sirsa	Sirsa	8100	8000	100
		Dhabwali	8100	8000	100
		Ellanabad	8100	8000	100
	Fatehabad	Fatehabad	8000	8000	Unch

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			29-Mar-17	28-Mar-17	
Rajasthan	Jodhpur	Jodhpur	334	215	119
	Sri-Ganganagar	Sri-Ganganagar	500	700	-200
		Rawla	NR	100	-
		Gharsana	150	150	Unch
		Raisinghnagar	500	300	200
	Bikaner	Bikaner	Closed	500	-
		Nokha	Closed	1000	-
		Khajuwala	500	700	-200
		Lunkaransar	300	400	-100
	Hanumangarh	Hanumangarh	60	60	Unch
		Nohar	800	1200	-400
		Pilibanga	200	150	50

	Nagaur	Nagaur	Closed	Closed	-
	Churu	Churu	2000	1000	1000
	Alwar	Alwar	500	300	200
Haryana	Hisar	Adampur	500	700	-200
	Bhiwani	Bhiwani	400	400	Unch
		Siwani	500	800	-300
	Sirsa	Sirsa	1000	700	300
		Dhabwali	100	150	-50
		Ellanabad	200	150	50
	Fatehabad	Fatehabad	150	100	50
Gujarat	Banaskantha	Deesa	Closed	49	-
	Patan	Patan	Closed	Closed	-
	Rajkot	Rajkot	Closed	Closed	-
	Jamnagar	Dhrol	Closed	Closed	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			8694	9824	-1130

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