

Domestic Fundamentals:

- Mixed sentiments reported among major spot markets on Thursday amid lower arrivals.
- All India average monthly prices for guar seed increased by 16.68 percent from Rs 2996.56 in February to Rs 3496.48 per qtl in March-2017. Average price (March) is higher by 32.90 percent compared to price (Rs 2630.96 per qtl.) registered in March-2016. Guar prices are expected to remain firm in coming month because of firm demand of gum in international market.
- As per data released by baker hughes the number of oil rigs in USA has increased to 662 highest in last 18 months. Guar gum is used in hydraulic fracturing for extracting oil and gas; therefore as the number of oil rigs is increasing demand for guar gum is also expected to increase. The number of oil rigs is expected to increase further in coming months which will provide support to guar gum prices.
- As per market sources, in the month of February 2017 India has exported around 45000 tonnes of guar gum compared to around 26000 tonnes last year for the same month. For financial year 2016-17, in the first eleven months from April'16 to February'17 around 3.67 lakh tonnes of guar gum has been exported compared to 2.97 lakh tonnes in financial year 2015-16 for the same period.
- All India weekly average prices decreased by 1.72 percent to Rs. 3408.39 per quintal during the week ended 31st March 2017. Guar seed average price were ruling at Rs 3467.99 per quintal during 16-23rd March 2017. As compared to prices in the week 24-31 March 2016, the prices are firm by 29.36 percent. Prices are expected to remain range bound to slightly firm in coming days.
- 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.
- 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.

- 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.

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	+35	4029	4073	4011	4061	25740	-15,990	31500	-4,540
May-17	+38	4100	4147	4080	4135	100500	-8,590	82010	1,200

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
April-17	+65	8385	8452	8327	8419	7000	-3,605	11815	-2,040
May-17	+76	8540	8613	8478	8586	22760	-3,210	51270	2,625

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	05-Apr-17	05-Apr-17	05-Apr-17	03-Apr-17
Bikaner	5927	0	5927	5926
Deesa	11926	120	12046	11835
Sri Ganganagar	3169	159	3328	3169
Jodhpur	569	0	569	570
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	05-Apr-17	05-Apr-17	05-Apr-17	03-Apr-17
Deesa	20	0	20	20
Bikaner	7609	75	7684	7629
Jodhpur	11832	149	11981	11841
Nokha	9520	80	9600	9688
Sri Ganganagar	3624	0	3624	3645

Churi and Korma Prices: As On 6th Apr, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1631
Korma	Jodhpur	1988
Churi	Sri Ganganagar	1575
Korma	Sri Ganganagar	1819

Guar Export Prices: As On 6th Apr, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		86	1324
Guargum Powder	200 Mesh 5000 CPS	106	1632
	200 Mesh 3500 CPS	101	1555
Guargum Meal	Meal 40%	23	354
	Meal 50%	27	416

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			6-Apr-17	5-Apr-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	4100	4100	Unch
		Jodhpur(Delivery)	4250	4250	Unch
	Sri-Ganganagar	Sri-Ganganagar(Loose)	4050	4000	50
		Sri-Ganganagar (Delivery)	4150	4150	Unch
		Rawla (Loose)	3850	3900	-50
		Gharsana (Loose)	3900	3940	-40
		Raisinghnagar (Loose)	3900	3950	-50
	Bikaner	Bikaner (Loose)	3960	3900	60
		Bikaner (Delivery)	4110	4050	60
		Nokha(Loose)	3940	3900	40
		Nokha (Delivery)	4082	4040	41
		Khajuwala (Loose)	3930	3950	-20
		Khajuwala (Delivery)	4087	4108	-21
		Lunkaransar (Loose)	3900	3950	-50
	Hanumangarh	Hanumangarh (Loose)	3900	4050	-150
		Hanumangarh (Delivery)	4050	4200	-150
		Nohar (Loose)	4000	4000	Unch
		Pilibanga (Loose)	3900	3900	Unch
	Nagaur	Nagaur (Loose)	3850	3900	-50
	Churu	Churu (Delivery)	NR	NR	-
	Alwar	Alwar (Loose)	NR	NR	-
Haryana	Hisar	Adampur (Loose)	3950	4000	-50

	Bhiwani	Adampur (Delivery)	4100	4150	-50
		Bhiwani (Delivery)	4000	4100	-100
		Siwani (Loose)	NR	4040	-
	Sirsa	Sirsa (Loose)	3950	3990	-40
		Dhabwali (Loose)	3820	3925	-105
		Dhabwali (Delivery)	3825	3925	-100
		Ellanabad (Loose)	3925	3925	Unch
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3770	3575	195
	Patan	Patan (Loose)	NR	NR	-
	Rajkot	Rajkot (Loose)	3975	NR	-
	Jamnagar	Dhrol (Loose)	3785	NR	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	Closed	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8550	8550	Unch
	Alwar	Alwar	NR	NR	-
	Hanumangarh	Nohar	8600	8600	Unch
Haryana	Bhiwani	Bhiwani	8500	8700	-200
	Sirsa	Sirsa	8600	8650	-50
		Dhabwali	8500	8500	Unch
		Ellanabad	8600	8650	-50
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			6-Apr-17	5-Apr-17	
Guar Seed	Jodhpur	Jodhpur	429	208	221
	Sri-Ganganagar	Sri-Ganganagar	400	600	-200
		Rawla	600	200	400
		Gharsana	100	100	Unch
		Raisinghnagar	200	200	Unch
	Bikaner	Bikaner	500	500	Unch
		Nokha	800	1200	-400
		Khajuwala	300	200	100
		Lunkaransar	300	300	Unch
	Hanumangarh	Hanumangarh	50	250	-200
		Nohar	1000	600	400
		Pilibanga	300	200	100
	Nagaur	Nagaur	150	200	-50

	Churu	Churu	NR	NR	-
	Alwar	Alwar	NR	NR	-
Haryana	Hisar	Adampur	500	1000	-500
	Bhiwani	Bhiwani	2000	1000	1000
		Siwani	NR	500	-
	Sirsa	Sirsa	1300	1500	-200
		Dhabwali	100	200	-100
		Ellanabad	125	250	-125
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	44	400	-356
	Patan	Patan	NR	NR	-
	Rajkot	Rajkot	400	NR	-
	Jamnagar	Dhrol	9	NR	-
Madhya Pradesh	Gwalior	Dabra	NA	Closed	-
Total Arrivals/Above Markets			9607	9608	-1

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php> © 2017 Indian Agribusiness Systems Pvt Ltd.