

Domestic Fundamentals:

- Mostly weak sentiments reported among major spot markets on Friday amid higher 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	-76	4065	4096	3941	3975	25760	20	26820	-4,680
May-17	-74	4147	4175	4012	4049	131120	30,620	86330	4,320

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
April-17	-131	8407	8510	8160	8276	8935	1,935	8585	-3,230
May-17	-145	8615	8670	8307	8415	36825	14,065	50740	-530

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	06-Apr-17	06-Apr-17	06-Apr-17	03-Apr-17
Bikaner	5765	0	5765	5926
Deesa	11175	70	11245	11835
Sri Ganganagar	3328	0	3328	3169
Jodhpur	569	0	569	570
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	06-Apr-17	06-Apr-17	06-Apr-17	03-Apr-17
Deesa	20	0	20	20
Bikaner	7629	40	7669	7629
Jodhpur	11658	169	11827	11841
Nokha	9578	20	9598	9688
Sri Ganganagar	3584	0	3584	3645

Churi and Korma Prices: As On 7th Apr, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1680
Korma	Jodhpur	2025
Churi	Sri Ganganagar	1575
Korma	Sri Ganganagar	1856

Guar Export Prices: As On 7th Apr, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		84	1305
Guargum Powder	200 Mesh 5000 CPS	104	1615
	200 Mesh 3500 CPS	99	1538
Guargum Meal	Meal 40%	23	357
	Meal 50%	27	419

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			7-Apr-17	6-Apr-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	4100	4100	Unch
		Jodhpur(Delivery)	4250	4250	Unch
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3900	4050	-150
		Sri-Ganganagar (Delivery)	4100	4150	-50
		Rawla (Loose)	3900	3850	50
		Gharsana (Loose)	3940	3900	40
		Raisinghnagar (Loose)	3850	3900	-50
	Bikaner	Bikaner (Loose)	3900	3960	-60
		Bikaner (Delivery)	4050	4110	-60
		Nokha(Loose)	3800	3940	-140
		Nokha (Delivery)	3937	4082	-145
		Khajuwala (Loose)	3980	3930	50
		Khajuwala (Delivery)	4139	4087	52
		Lunkaransar (Loose)	3900	3900	Unch
	Hanumangarh	Hanumangarh (Loose)	3930	3900	30
		Hanumangarh (Delivery)	4080	4050	30
		Nohar (Loose)	3990	4000	-10
		Pilibanga (Loose)	3825	3900	-75
	Nagaur	Nagaur (Loose)	3900	3850	50
	Churu	Churu (Delivery)	4000	NR	-
	Alwar	Alwar (Loose)	3700	NR	-
Haryana	Hisar	Adampur (Loose)	4000	3950	50

	Bhiwani	Adampur (Delivery)	4150	4100	50
		Bhiwani (Delivery)	4070	4000	70
		Siwani (Loose)	NR	NR	-
	Sirsa	Sirsa (Loose)	3950	3950	Unch
		Dhabwali (Loose)	3810	3820	-10
		Dhabwali (Delivery)	3820	3825	-5
		Ellanabad (Loose)	3850	3925	-75
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3825	3770	55
	Patan	Patan (Loose)	3805	3830	-25
	Rajkot	Rajkot (Loose)	3950	3975	-25
	Jamnagar	Dhrol (Loose)	NR	3785	-
Madhya Pradesh	Gwalior	Dabra (Loose)	4000	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8550	8550	Unch
	Alwar	Alwar	8450	NR	-
	Hanumangarh	Nohar	8625	8600	25
Haryana	Bhiwani	Bhiwani	8570	8500	70
	Sirsa	Sirsa	8600	8600	Unch
		Dhabwali	8350	8500	-150
		Ellanabad	8400	8600	-200
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			7-Apr-17	6-Apr-17	
Guar Seed	Jodhpur	Jodhpur	436	429	7
	Sri-Ganganagar	Sri-Ganganagar	600	400	200
		Rawla	300	600	-300
		Gharsana	150	100	50
		Raisinghnagar	100	200	-100
	Bikaner	Bikaner	500	500	Unch
		Nokha	1000	800	200
		Khajuwala	400	300	100
		Lunkaransar	200	300	-100
	Hanumangarh	Hanumangarh	74	50	24
		Nohar	700	1000	-300
		Pilibanga	40	300	-260
	Nagaur	Nagaur	300	150	150

	Churu	Churu	1000	NR	-
	Alwar	Alwar	1000	NR	-
Haryana	Hisar	Adampur	500	500	Unch
	Bhiwani	Bhiwani	1000	2000	-1000
		Siwani	NR	NR	-
	Sirsa	Sirsa	1000	1300	-300
		Dhabwali	200	100	100
		Ellanabad	100	125	-25
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	92	44	48
	Patan	Patan	101	40	61
	Rajkot	Rajkot	300	400	-100
	Jamnagar	Dhrol	NR	9	-
Madhya Pradesh	Gwalior	Dabra	300	NA	-
Total Arrivals/Above Markets			10393	9647	746

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