

Domestic Fundamentals:

- Mostly weak sentiments reported among major spot markets on Saturday amid lower arrivals.
- All India weekly average prices increased by 9.52 percent to Rs. 3732.84 per quintal during the week ended 08th April 2017. Guar seed average price were ruling at Rs 3408.39 per quintal during 24-31st March 2017. As compared to prices in the week 01-08 April 2016, the prices are firm by 29.35 percent. Prices are expected to remain range bound to slightly firm in coming days.
- 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.
- 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
	07-Apr-17	07-Apr-17	07-Apr-17	03-Apr-17
Bikaner	5765	0	5765	5926
Deesa	11245	0	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
	07-Apr-17	07-Apr-17	07-Apr-17	03-Apr-17
Deesa	20	0	20	20
Bikaner	7634	95	7729	7629
Jodhpur	11648	184	11832	11841
Nokha	9598	20	9618	9688
Sri Ganganagar	3519	0	3519	3645

Churi and Korma Prices: As On 8th 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 8th Apr, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		84	1303
Guargum Powder	200 Mesh 5000 CPS	104	1613
	200 Mesh 3500 CPS	99	1536
Guargum Meal	Meal 40%	23	357
	Meal 50%	27	419

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			8-Apr-17	7-Apr-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	4025	4100	-75
		Jodhpur(Delivery)	4175	4250	-75
	Sri-Ganganagar	Sri-Ganganagar(Loose)	4000	3900	100
		Sri-Ganganagar (Delivery)	4150	4100	50
		Rawla (Loose)	3900	3900	Unch
		Gharsana (Loose)	3900	3940	-40
		Raisinghnagar (Loose)	3900	3850	50
	Bikaner	Bikaner (Loose)	3900	3900	Unch
		Bikaner (Delivery)	4050	4050	Unch
		Nokha(Loose)	3850	3800	50
		Nokha (Delivery)	3989	3937	52
		Khajuwala (Loose)	3900	3980	-80
		Khajuwala (Delivery)	4056	4139	-83
		Lunkaransar (Loose)	3850	3900	-50
	Hanumangarh	Hanumangarh (Loose)	3900	3930	-30
		Hanumangarh (Delivery)	4050	4080	-30
		Nohar (Loose)	3900	3990	-90
		Pilibanga (Loose)	3800	3825	-25
	Nagaur	Nagaur (Loose)	3850	3900	-50
	Churu	Churu (Delivery)	4000	4000	Unch
	Alwar	Alwar (Loose)	3700	3700	Unch
Haryana	Hisar	Adampur (Loose)	3950	4000	-50

	Bhiwani	Adampur (Delivery)	4100	4150	-50
		Bhiwani (Delivery)	4000	4070	-70
		Siwani (Loose)	3970	4000	-30
	Sirsa	Sirsa (Loose)	3900	3950	-50
		Dhabwali (Loose)	3850	3810	40
		Dhabwali (Delivery)	4000	3960	40
		Ellanabad (Loose)	3850	3850	Unch
Gujarat	Fatehabad	Fatehabad (Loose)	4000	4100	-100
	Banaskantha	Deesa (Loose)	3800	3825	-25
	Patan	Patan (Loose)	3800	3805	-5
	Rajkot	Rajkot (Loose)	3900	3950	-50
	Jamnagar	Dhrol (Loose)	3775	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	Closed	4000	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8425	8550	-125
	Alwar	Alwar	8400	8450	-50
	Hanumangarh	Nohar	8500	8625	-125
Haryana	Bhiwani	Bhiwani	8380	8570	-190
	Sirsa	Sirsa	8400	8600	-200
		Dhabwali	8500	8350	150
		Ellanabad	8450	8400	50
	Fatehabad	Fatehabad	8400	8500	-100

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			8-Apr-17	7-Apr-17	
Guar Seed	Jodhpur	Jodhpur	400	436	-36
	Sri-Ganganagar	Sri-Ganganagar	300	600	-300
		Rawla	500	300	200
		Gharsana	300	150	150
		Raisinghnagar	150	100	50
	Bikaner	Bikaner	500	500	Unch
		Nokha	800	1000	-200
		Khajuwala	200	400	-200
		Lunkaransar	300	200	100
	Hanumangarh	Hanumangarh	75	75	Unch
		Nohar	700	700	Unch
		Pilibanga	100	40	60

	Nagaur	Nagaur	250	300	-50
	Churu	Churu	800	1000	-200
	Alwar	Alwar	300	1000	-700
Haryana	Hisar	Adampur	1000	500	500
	Bhiwani	Bhiwani	500	1000	-500
		Siwani	500	500	Unch
	Sirsa	Sirsa	1000	1000	Unch
		Dhabwali	300	200	100
		Ellanabad	70	100	-30
	Fatehabad	Fatehabad	130	100	30
Gujarat	Banaskantha	Deesa	70	92	-22
	Patan	Patan	74	101	-27
	Rajkot	Rajkot	255	300	-45
	Jamnagar	Dhrol	10	NA	-
Madhya Pradesh	Gwalior	Dabra	Closed	300	-
Total Arrivals/Above Markets			9584	10994	-1410

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