

Domestic Fundamentals:

- Mostly weak sentiments reported among major spot markets on Wednesday amid higher arrivals.
- As per latest circular released by NCDEX transaction charges on list A commodities has been increased and they will be in effect from 17th April'17. List A commodities include Wheat, Guar seed, Guar gum, Soybean, coriander, sugar, etc. Furthermore castor seed will also be moved from list B to list A from 17th April. Transaction charges for list B and C commodities shall be charged at a flat rate of Rs 2 per lakh of trade and Rs 0.10 per lakh of trade respectively.
- As per data released by baker hughes the number of oil rigs in USA has increased to 672 up by 10 compared to last week highest in last 20 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.
- 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 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.

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	+46	3930	3980	3910	3971	4010	-11,360	4810	-1,860
May-17	+34	3990	4025	3927	4017	106720	-26,030	92620	-3,530

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
April-17	+233	8264	8421	8215	8421	435	-2,765	435	-2,240
May-17	+206	8350	8528	8277	8527	27690	+11,710	53525	-1,350

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	11-Apr-17	11-Apr-17	11-Apr-17	10-Apr-17
Bikaner	5765	0	5765	5765
Deesa	11295	168	11463	11245
Sri Ganganagar	3328	0	3328	3328
Jodhpur	569	0	569	570
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	11-Apr-17	11-Apr-17	11-Apr-17	10-Apr-17
Deesa	20	0	20	20
Bikaner	7680	15	7695	7650
Jodhpur	11300	75	11375	11354
Nokha	9089	80	9169	9169
Sri Ganganagar	3519	0	3519	3520

Churi and Korma Prices: As On 12th Apr, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1625
Korma	Jodhpur	1958
Churi	Sri Ganganagar	1500
Korma	Sri Ganganagar	1856

Guar Export Prices: As On 12th Apr, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		85	1314
Guargum Powder	200 Mesh 5000 CPS	105	1623
	200 Mesh 3500 CPS	100	1546
Guargum Meal	Meal 40%	23	356
	Meal 50%	27	417

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			12-Apr-17	11-Apr-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	4000	4075	-75
		Jodhpur(Delivery)	4150	4225	-75
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3950	3900	50
		Sri-Ganganagar (Delivery)	4150	4050	100
		Rawla (Loose)	3850	3900	-50
		Gharsana (Loose)	3900	3900	Unch
		Raisinghnagar (Loose)	3875	3950	-75
	Bikaner	Bikaner (Loose)	NR	NR	-
		Bikaner (Delivery)	NR	NR	-
		Nokha(Loose)	3710	3840	-130
		Nokha (Delivery)	3844	3978	-135
		Khajuwala (Loose)	3900	3900	Unch
		Khajuwala (Delivery)	4056	4056	Unch
		Lunkaransar (Loose)	3800	3900	-100
	Hanumangarh	Hanumangarh (Loose)	3850	3815	35
		Hanumangarh (Delivery)	4000	3965	35
		Nohar (Loose)	3900	3940	-40
		Pilibanga (Loose)	3800	3850	-50
	Nagaur	Nagaur (Loose)	3900	3900	Unch
	Churu	Churu (Delivery)	3900	NR	-
	Alwar	Alwar (Loose)	3650	NR	-

Haryana	Hisar	Adampur (Loose)	3950	3950	Unch
		Adampur (Delivery)	4100	4100	Unch
	Bhiwani	Bhiwani (Delivery)	3980	4050	-70
		Siwani (Loose)	3970	4040	-70
	Sirsa	Sirsa (Loose)	3850	3900	-50
		Dhabwali (Loose)	3850	3900	-50
		Dhabwali (Delivery)	4000	4050	-50
		Ellanabad (Loose)	3825	3875	-50
	Fatehabad	Fatehabad (Loose)	NR	3900	-
Gujarat	Banaskantha	Deesa (Loose)	NA	Closed	-
	Patan	Patan (Loose)	3740	Closed	-
	Rajkot	Rajkot (Loose)	3750	Closed	-
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8400	8550	-150
	Alwar	Alwar	8300	NR	-
	Hanumangarh	Nohar	8600	8600	Unch
Haryana	Bhiwani	Bhiwani	8600	8670	-70
	Sirsa	Sirsa	8400	8500	-100
		Dhabwali	8400	8500	-100
		Ellanabad	8500	8500	Unch
	Fatehabad	Fatehabad	NR	8400	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			12-Apr-17	11-Apr-17	
Rajasthan	Jodhpur	Jodhpur	342	101	241
	Sri-Ganganagar	Sri-Ganganagar	500	300	200
		Rawla	300	300	Unch
		Gharsana	150	150	Unch
		Raisinghnagar	200	50	150
	Bikaner	Bikaner	NR	NR	-
		Nokha	800	800	Unch
		Khajuwala	500	300	200
		Lunkaransar	600	200	400
	Hanumangarh	Hanumangarh	66	66	Unch
		Nohar	500	600	-100
		Pilibanga	125	70	55

	Nagaur	Nagaur	150	250	-100
	Churu	Churu	1000	NR	-
	Alwar	Alwar	500	NR	-
Haryana	Hisar	Adampur	500	600	-100
	Bhiwani	Bhiwani	400	1500	-1100
		Siwani	800	1000	-200
	Sirsa	Sirsa	600	1200	-600
		Dhabwali	150	200	-50
		Ellanabad	100	125	-25
	Fatehabad	Fatehabad	NR	100	-
Gujarat	Banaskantha	Deesa	NA	Closed	-
	Patan	Patan	123	Closed	-
	Rajkot	Rajkot	250	Closed	-
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			8656	7912	744

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