

Domestic Fundamentals:

- Mostly firm sentiments reported among major spot markets on Thursday amid lower 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	+97	3972	4073	3980	4069	3320	-690	1580	-3,230
May-17	+96	4016	4120	3996	4102	154780	48,060	91200	-1,420

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
April-17	+229	8430	8505	8430	8505	305	-130	345	-90
May-17	+339	8540	8828	8500	8828	43885	16,195	53665	140

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	12-Apr-17	12-Apr-17	12-Apr-17	10-Apr-17
Bikaner	5765	0	5765	5765
Deesa	11413	49	11462	11245
Sri Ganganagar	3328	100	3428	3328
Jodhpur	569	0	569	570
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	12-Apr-17	12-Apr-17	12-Apr-17	10-Apr-17
Deesa	20	0	20	20
Bikaner	7694	20	7714	7650
Jodhpur	11289	45	11334	11354
Nokha	9128	40	9168	9169
Sri Ganganagar	3504	0	3504	3520

Churi and Korma Prices: As On 13th 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 13th Apr, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		85	1386
Guargum Powder	200 Mesh 5000 CPS	105	1713
	200 Mesh 3500 CPS	100	1631
Guargum Meal	Meal 40%	23	375
	Meal 50%	27	440

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			13-Apr-17	12-Apr-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	4050	4000	50
		Jodhpur(Delivery)	4200	4150	50
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3950	3950	Unch
		Sri-Ganganagar (Delivery)	4150	4150	Unch
		Rawla (Loose)	3850	3850	Unch
		Gharsana (Loose)	3850	3900	-50
		Raisinghnagar (Loose)	3940	3875	65
	Bikaner	Bikaner (Loose)	3950	NR	-
		Bikaner (Delivery)	4100	NR	-
		Nokha(Loose)	3880	3710	170
		Nokha (Delivery)	4020	3844	176
		Khajuwala (Loose)	3900	3900	Unch
		Khajuwala (Delivery)	4056	4056	Unch
		Lunkaransar (Loose)	3800	3800	Unch
	Hanumangarh	Hanumangarh (Loose)	3895	3850	45
		Hanumangarh (Delivery)	4045	4000	45
		Nohar (Loose)	3950	3900	50
		Pilibanga (Loose)	3900	3800	100
	Nagaur	Nagaur (Loose)	3850	3900	-50
	Churu	Churu (Delivery)	3900	3900	Unch
	Alwar	Alwar (Loose)	3650	3650	Unch

Haryana	Hisar	Adampur (Loose)	4000	3950	50
		Adampur (Delivery)	4150	4100	50
	Bhiwani	Bhiwani (Delivery)	4100	3980	120
		Siwani (Loose)	4000	3970	30
	Sirsa	Sirsa (Loose)	4000	3850	150
		Dhabwali (Loose)	3950	3850	100
		Dhabwali (Delivery)	4100	4000	100
		Ellanabad (Loose)	3950	3825	125
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3775	NA	-
	Patan	Patan (Loose)	3745	3740	5
	Rajkot	Rajkot (Loose)	NA	3750	-
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8600	8400	200
	Alwar	Alwar	8300	8300	Unch
	Hanumangarh	Nohar	8500	8600	-100
Haryana	Bhiwani	Bhiwani	8670	8600	70
	Sirsa	Sirsa	8600	8400	200
		Dhabwali	8600	8400	200
		Ellanabad	8750	8500	250
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			13-Apr-17	12-Apr-17	
Guar Seed	Jodhpur	Jodhpur	215	342	-127
	Sri-Ganganagar	Sri-Ganganagar	550	500	50
		Rawla	150	300	-150
		Gharsana	100	150	-50
		Raisinghnagar	400	200	200
	Bikaner	Bikaner	350	NR	-
		Nokha	800	800	Unch
		Khajuwala	500	500	Unch
		Lunkaransar	300	600	-300
	Hanumangarh	Hanumangarh	55	66	-11
		Nohar	500	500	Unch
		Pilibanga	250	125	125

	Nagaur	Nagaur	300	150	150
	Churu	Churu	1000	1000	Unch
	Alwar	Alwar	500	500	Unch
Haryana	Hisar	Adampur	300	500	-200
	Bhiwani	Bhiwani	500	400	100
		Siwani	900	800	100
	Sirsa	Sirsa	400	600	-200
		Dhabwali	100	150	-50
		Ellanabad	100	100	Unch
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	100	NA	-
	Patan	Patan	98	123	-25
	Rajkot	Rajkot	NA	250	-
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			8468	8656	-188

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