

Domestic Fundamentals:

- Mostly weak sentiments reported among major spot markets on Monday amid lower arrivals.
- All India weekly average prices decreased by 7.57 percent to Rs. 3450.28 per quintal during the week ended 15th April 2017. Guar seed average price were ruling at Rs 3732.84 per quintal during 01-08 April 2017. As compared to prices in the week 09-15 April 2016, the prices are firm by 12.95 percent. Prices are expected to remain range bound to slightly firm in coming days.
- According to third advance estimate for 2016-17 issued by Rajasthan's Department of Agriculture for Guar seed the area, production and yield are 3530007 hectares, 1404819 tonnes and 398 kg/hectare respectively. As compared to first advance estimate for 2016-17, the area, production and yield have decreased by 46932 hectares, 557605 tonnes and 151 kg/hectare respectively.
- 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.
- 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	-121	4045	4009	3920	8525	195	-3,125	345	-1,235
May-17	-121	4085	4085	3945	3970	114480	-40,300	91550	350

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
April-17	+47	8478	8671	8500	8525	195	-110	345	0
May-17	-259	8828	8828	8511	8569	35065	-8,820	49170	-4,495

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	15-Apr-17	15-Apr-17	15-Apr-17	10-Apr-17
Bikaner	5361	0	5361	5765
Deesa	11483	59	11542	11245
Sri Ganganagar	3408	0	3408	3328
Jodhpur	499	0	499	570
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	15-Apr-17	15-Apr-17	15-Apr-17	10-Apr-17
Deesa	20	0	20	20
Bikaner	7694	80	7774	7650
Jodhpur	10544	45	10589	11354
Nokha	9228	0	9228	9169
Sri Ganganagar	3504	0	3504	3520

Churi and Korma Prices: As On 17th Apr, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1570
Korma	Jodhpur	1950
Churi	Sri Ganganagar	1388
Korma	Sri Ganganagar	1800

Guar Export Prices: As On 17th Apr, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		85	1320
Guargum Powder	200 Mesh 5000 CPS	105	1630
	200 Mesh 3500 CPS	100	1553
Guargum Meal	Meal 40%	23	357
	Meal 50%	27	419

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			17-Apr-17	15-Apr-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	4000	3950	50
		Jodhpur(Delivery)	4150	4100	50
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3850	4000	-150
		Sri-Ganganagar (Delivery)	4100	4150	-50
		Rawla (Loose)	3900	3950	-50
		Gharsana (Loose)	3900	3950	-50
		Raisinghnagar (Loose)	3860	3975	-115
	Bikaner	Bikaner (Loose)	3850	3940	-90
		Bikaner (Delivery)	4000	4090	-90
		Nokha(Loose)	3830	3925	-95
		Nokha (Delivery)	3968	4066	-98
		Khajuwala (Loose)	3850	3980	-130
		Khajuwala (Delivery)	4004	4139	-135
		Lunkaransar (Loose)	3800	3900	-100
	Hanumangarh	Hanumangarh (Loose)	NA	4070	-
		Hanumangarh (Delivery)	NA	4220	-
		Nohar (Loose)	3900	4020	-120
		Pilibanga (Loose)	3900	3925	-25
	Nagaur	Nagaur (Loose)	3850	3850	Unch
	Churu	Churu (Delivery)	4000	4100	-100
	Alwar	Alwar (Loose)	3800	3800	Unch

Haryana	Hisar	Adampur (Loose)	3950	4050	-100
		Adampur (Delivery)	4100	4200	-100
	Bhiwani	Bhiwani (Delivery)	3950	4100	-150
		Siwani (Loose)	4000	4100	-100
	Sirsa	Sirsa (Loose)	3850	3950	-100
		Dhabwali (Loose)	3800	3925	-125
		Dhabwali (Delivery)	3950	4075	-125
		Ellanabad (Loose)	3900	4000	-100
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3775	3750	25
	Patan	Patan (Loose)	3825	3855	-30
	Rajkot	Rajkot (Loose)	3860	3875	-15
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8650	8600	50
	Alwar	Alwar	8600	8900	-300
	Hanumangarh	Nohar	8700	8800	-100
Haryana	Bhiwani	Bhiwani	8300	8670	-370
	Sirsa	Sirsa	8600	8800	-200
		Dhabwali	8500	8900	-400
		Ellanabad	8500	8750	-250
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			17-Apr-17	15-Apr-17	
Rajasthan	Jodhpur	Jodhpur	130	136	-6
	Sri-Ganganagar	Sri-Ganganagar	500	1000	-500
		Rawla	150	150	Unch
		Gharsana	150	150	Unch
		Raisinghnagar	200	150	50
	Bikaner	Bikaner	500	400	100
		Nokha	1200	800	400
		Khajuwala	300	400	-100
		Lunkaransar	300	500	-200
	Hanumangarh	Hanumangarh	NA	30	-
		Nohar	500	500	Unch
		Pilibanga	100	100	Unch

	Nagaur	Nagaur	200	200	Unch
	Churu	Churu	1000	1000	Unch
	Alwar	Alwar	500	500	Unch
Haryana	Hisar	Adampur	500	1200	-700
	Bhiwani	Bhiwani	400	800	-400
		Siwani	800	500	300
	Sirsa	Sirsa	100	100	Unch
		Dhabwali	200	200	Unch
		Ellanabad	NA	50	-
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	35	25	10
	Patan	Patan	176	137	39
	Rajkot	Rajkot	200	200	Unch
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			8141	9228	-1087

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