

Domestic Fundamentals:

- Mixed sentiments reported among major spot markets on Tuesday 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	+3	3954	4017	3943	3945	650	455	1240	895
May-17	+22	3970	4064	3952	3988	123160	8,680	89260	-2,290

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
April-17	+8	8586	8594	8524	8594	40	-155	340	-5
May-17	+33	8595	8800	8550	8607	30450	-4,615	47465	-1,705

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	17-Apr-17	17-Apr-17	17-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
	17-Apr-17	17-Apr-17	17-Apr-17	10-Apr-17
Deesa	20	0	20	20
Bikaner	7525	120	7645	7650
Jodhpur	10504	20	10504	11354
Nokha	8984	10	8994	9169
Sri Ganganagar	3504	0	3504	3520

Churi and Korma Prices: As On 18th 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 18th Apr, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		87	1348
Guargum Powder	200 Mesh 5000 CPS	102	1580
	200 Mesh 3500 CPS	97	1502
Guargum Meal	Meal 40%	21	325
	Meal 50%	26	403

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			18-Apr-17	17-Apr-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	4015	4000	15
		Jodhpur(Delivery)	4165	4150	15
	Sri-Ganganagar	Sri-Ganganagar(Loose)	4000	3850	150
		Sri-Ganganagar (Delivery)	4150	4100	50
		Rawla (Loose)	3925	3900	25
		Gharsana (Loose)	3850	3900	-50
		Raisinghnagar (Loose)	3850	3860	-10
	Bikaner	Bikaner (Loose)	3840	3850	-10
		Bikaner (Delivery)	3990	4000	-10
		Nokha(Loose)	3825	3830	-5
		Nokha (Delivery)	3963	3968	-5
		Khajuwala (Loose)	3870	3850	20
		Khajuwala (Delivery)	4025	4004	21
		Lunkaransar (Loose)	3800	3800	Unch
	Hanumangarh	Hanumangarh (Loose)	NA	3925	-
		Hanumangarh (Delivery)	NA	4075	-
		Nohar (Loose)	3900	3900	Unch
		Pilibanga (Loose)	3900	3900	Unch
	Nagaur	Nagaur (Loose)	3900	3850	50
	Churu	Churu (Delivery)	NR	4000	-
	Alwar	Alwar (Loose)	NR	3800	-

Haryana	Hisar	Adampur (Loose)	3950	3950	Unch
		Adampur (Delivery)	4100	4100	Unch
	Bhiwani	Bhiwani (Delivery)	3970	3950	20
		Siwani (Loose)	4000	4000	Unch
	Sirsa	Sirsa (Loose)	3900	3850	50
		Dhabwali (Loose)	3850	3800	50
		Dhabwali (Delivery)	4000	3950	50
		Ellanabad (Loose)	NA	3900	-
	Fatehabad	Fatehabad (Loose)	4000	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3775	3775	Unch
	Patan	Patan (Loose)	3695	3825	-130
	Rajkot	Rajkot (Loose)	3725	3860	-135
	Jamnagar	Dhrol (Loose)	3330	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	4000	4000	Unch
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8700	8650	50
	Alwar	Alwar	NR	8600	-
	Hanumangarh	Nohar	8700	8700	Unch
Haryana	Bhiwani	Bhiwani	8180	8300	-120
	Sirsa	Sirsa	8650	8600	50
		Dhabwali	8600	8500	100
		Ellanabad	NA	8500	-
	Fatehabad	Fatehabad	8600	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			18-Apr-17	17-Apr-17	
Guar Seed	Jodhpur	Jodhpur	282	130	152
	Sri-Ganganagar	Sri-Ganganagar	500	500	Unch
		Rawla	100	150	-50
		Gharsana	100	150	-50
		Raisinghnagar	150	200	-50
	Bikaner	Bikaner	500	500	Unch
		Nokha	1000	1200	-200
		Khajuwala	600	300	300
		Lunkaransar	500	300	200
	Hanumangarh	Hanumangarh	NA	35	-
		Nohar	700	500	200
		Pilibanga	50	100	-50

	Nagaur	Nagaur	150	200	-50
	Churu	Churu	NR	1000	-
	Alwar	Alwar	NR	500	-
Haryana	Hisar	Adampur	400	500	-100
	Bhiwani	Bhiwani	600	400	200
		Siwani	800	800	Unch
	Sirsa	Sirsa	50	100	-50
		Dhabwali	150	200	-50
		Ellanabad	NA	NA	-
	Fatehabad	Fatehabad	20	NR	-
Gujarat	Banaskantha	Deesa	NA	35	-
	Patan	Patan	105	176	-71
	Rajkot	Rajkot	100	200	-100
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	300	300	Unch
Total Arrivals/Above Markets			7157	8476	-1319

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