

**Domestic Fundamentals:**

- Mostly market traded mixed on Saturday amid lower arrivals.
- All India average monthly prices for guar seed increased by 3.32 percent from Rs 3496.48 in March to Rs 3612.43 per qtl in April-2017. Average price (April) is higher by 20.30 percent compared to price (Rs 3002.9 per qtl.) registered in April -2016. Guar prices are expected to remain range bound to slightly firm in coming month because of good demand of gum in international market.
- As per market sources, in the month of March 2017 India has exported around 56000 tonnes of guar gum compared to around 28000 tonnes last year for the same month. In fiscal year 2016-17, around 4.23 lakh tonnes of guar gum has been exported compared to 3.25 lakh tonnes in 2015-16. 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 further.
- The wholesale price index of guar seed has increased slightly from 239.8 in February 2017 to 277.3 in March 2017. The WPI for March 2017 is up by 55 compared to last year for the same month and down by 16.5 compared to March 2015.
- According to third advance estimate issued by Gujarat's department of agriculture for guar seed the area, production and yield are 352000 hectares, 242000 tonnes and 687 kg/hectare respectively compared to final advance estimate issued in December the area, production and yield has been increased by 43000 hectares, 85000 tonnes and 56 kg/hectare.
- 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.

**Outlook:** Prices are likely to move range bound to weak in coming days.

## Guar Seed 10MT

| Contract | +/- \$ | Open | High | Low  | Close | Volume | Change | OI    | Change |
|----------|--------|------|------|------|-------|--------|--------|-------|--------|
| May-17   | -34    | 3672 | 3715 | 3577 | 3672  | 37370  | 9,070  | 26080 | -7,070 |
| June-17  | -39    | 3726 | 3768 | 3633 | 3722  | 94770  | 41,000 | 70410 | 5,370  |

## Guar Gum 5MT

| Contract | +/- \$ | Open | High | Low  | Close | Volume | Change | OI    | Change |
|----------|--------|------|------|------|-------|--------|--------|-------|--------|
| May-17   | -106   | 7817 | 7907 | 7609 | 7820  | 8495   | -780   | 12305 | -2,610 |
| June-17  | -113   | 7940 | 8040 | 7747 | 7956  | 28200  | 8,900  | 44000 | 3,050  |

## Guar Seed Stock Position & Fed:

| Stocks         | Demat     | In-Process | Total     | FED       |
|----------------|-----------|------------|-----------|-----------|
|                | 05-May-17 | 05-May-17  | 05-May-17 | 01-May-17 |
| Bikaner        | 5331      | 0          | 5331      | 5341      |
| Deesa          | 12278     | 60         | 12338     | 12040     |
| Sri Ganganagar | 3377      | 480        | 3857      | 3408      |
| Jodhpur        | 499       | 0          | 499       | 499       |
| Nokha          | 10        | 0          | 10        | 10        |

## Guar Gum Stock Position & Fed:

| Stocks         | Demat     | In-Process | Total     | FED       |
|----------------|-----------|------------|-----------|-----------|
|                | 05-May-17 | 05-May-17  | 05-May-17 | 01-May-17 |
| Deesa          | 20        | 0          | 20        | 20        |
| Bikaner        | 7905      | 70         | 7975      | 7715      |
| Jodhpur        | 10504     | 0          | 10504     | 10693     |
| Nokha          | 9253      | 0          | 9253      | 9223      |
| Sri Ganganagar | 3340      | 0          | 3340      | 3360      |

## Churi and Korma Prices: As On 06th May, 2017

| Commodity | Center         | Rs/75kg |
|-----------|----------------|---------|
| Churi     | Jodhpur        | 1500    |
| Korma     | Jodhpur        | 1913    |
| Churi     | Sri Ganganagar | 1313    |
| Korma     | Sri Ganganagar | 1800    |

## Guar Export Prices: As On 06th May, 2017

|                             | Variety           | Value (Rs/Kg) | Value (\$/MT) |
|-----------------------------|-------------------|---------------|---------------|
| Guargum/Split (Mundra Port) |                   | 78            | 1213          |
| Guargum Powder              | 200 Mesh 5000 CPS | 98            | 1524          |
|                             | 200 Mesh 3500 CPS | 93            | 1446          |
| Guargum Meal                | Meal 40%          | 21            | 326           |
|                             | Meal 50%          | 26            | 404           |

## Guar Seed Prices at Key Spot Markets:

| Commodity | District       | Centre                    | Prices (Rs/Qtl) |          | Change |
|-----------|----------------|---------------------------|-----------------|----------|--------|
|           |                |                           | 6-May-17        | 5-May-17 |        |
| Rajasthan | Jodhpur        | Jodhpur (Loose)           | 3700            | 3700     | Unch   |
|           |                | Jodhpur(Delivery)         | 3850            | 3850     | Unch   |
|           | Sri-Ganganagar | Sri-Ganganagar(Loose)     | 3600            | 3450     | 150    |
|           |                | Sri-Ganganagar (Delivery) | 3750            | 3600     | 150    |
|           |                | Rawla (Loose)             | 3550            | 3550     | Unch   |
|           |                | Gharsana (Loose)          | 3550            | 3500     | 50     |
|           |                | Raisinghnagar (Loose)     | 3500            | 3500     | Unch   |
|           | Bikaner        | Bikaner (Loose)           | NR              | NR       | -      |
|           |                | Bikaner (Delivery)        | NR              | NR       | -      |
|           |                | Nokha(Loose)              | 3600            | 3500     | 100    |
|           |                | Nokha (Delivery)          | 3730            | 3626     | 104    |
|           |                | Khajuwala (Loose)         | Closed          | 3600     | -      |
|           |                | Khajuwala (Delivery)      | Closed          | 3744     | -      |
|           |                | Lunkaransar (Loose)       | 3350            | 3450     | -100   |
|           | Hanumangarh    | Hanumangarh (Loose)       | 3550            | 3600     | -50    |
|           |                | Hanumangarh (Delivery)    | 3700            | 3750     | -50    |
|           |                | Nohar (Loose)             | 3525            | 3525     | Unch   |
|           |                | Pilibanga (Loose)         | 3550            | 3550     | Unch   |
|           | Nagaur         | Nagaur (Loose)            | 3300            | 3350     | -50    |
|           | Churu          | Churu (Delivery)          | 3700            | 3700     | Unch   |
|           | Alwar          | Alwar (Loose)             | 3450            | 3450     | Unch   |

|                |             |                     |      |      |      |
|----------------|-------------|---------------------|------|------|------|
| Haryana        | Hisar       | Adampur (Loose)     | 3550 | 3575 | -25  |
|                |             | Adampur (Delivery)  | 3700 | 3725 | -25  |
|                | Bhiwani     | Bhiwani (Delivery)  | 3700 | 3570 | 130  |
|                |             | Siwani (Loose)      | 3675 | 3650 | 25   |
|                | Sirsa       | Sirsa (Loose)       | 3650 | 3600 | 50   |
|                |             | Dhabwali (Loose)    | 3450 | 3500 | -50  |
|                |             | Dhabwali (Delivery) | 3600 | 3650 | -50  |
|                |             | Ellanabad (Loose)   | 3550 | 3475 | 75   |
|                | Fatehabad   | Fatehabad (Loose)   | NR   | NR   | -    |
| Gujarat        | Banaskantha | Deesa (Loose)       | 3355 | 3400 | -45  |
|                | Patan       | Patan (Loose)       | 3400 | 3400 | Unch |
|                | Rajkot      | Rajkot (Loose)      | 3375 | 3400 | -25  |
|                | Jamnagar    | Dhrol (Loose)       | NA   | 3090 | -    |
| Madhya Pradesh | Gwalior     | Dabra (Loose)       | NA   | NA   | -    |
| Guar Gum       |             |                     |      |      |      |
| Rajasthan      | Jodhpur     | Jodhpur             | 7800 | 7800 | Unch |
|                | Alwar       | Alwar               | 8000 | 8000 | Unch |
|                | Hanumangarh | Nohar               | 7900 | 7800 | 100  |
| Haryana        | Bhiwani     | Bhiwani             | 8000 | 7750 | 250  |
|                | Sirsa       | Sirsa               | 7900 | 7900 | Unch |
|                |             | Dhabwali            | 8150 | 7900 | 250  |
|                |             | Ellanabad           | 8000 | 7800 | 200  |
|                | Fatehabad   | Fatehabad           | NR   | NR   | -    |

## Guar Seed Arrivals in Key Centers

| Commodity | District       | Centre         | Arrivals (Quintals) |          | Change |
|-----------|----------------|----------------|---------------------|----------|--------|
|           |                |                | 6-May-17            | 5-May-17 |        |
| Guar Seed | Jodhpur        | Jodhpur        | 60                  | 58       | 2      |
|           | Sri-Ganganagar | Sri-Ganganagar | 500                 | 500      | Unch   |
|           |                | Rawla          | 200                 | 150      | 50     |
|           |                | Gharsana       | 100                 | 100      | Unch   |
|           |                | Raisinghnagar  | 200                 | 200      | Unch   |
|           | Bikaner        | Bikaner        | NR                  | NR       | -      |
|           |                | Nokha          | 200                 | 400      | -200   |
|           |                | Khajuwala      | Closed              | 250      | -      |
|           |                | Lunkaransar    | 100                 | 200      | -100   |
|           | Hanumangarh    | Hanumangarh    | NA                  | 120      | -      |
|           |                | Nohar          | 800                 | 1400     | -600   |
|           |                | Pilibanga      | 100                 | 100      | Unch   |

|                              |             |           |      |      |       |
|------------------------------|-------------|-----------|------|------|-------|
|                              | Nagaur      | Nagaur    | 70   | 60   | 10    |
|                              | Churu       | Churu     | 1000 | 1000 | Unch  |
|                              | Alwar       | Alwar     | 500  | 500  | Unch  |
| Haryana                      | Hisar       | Adampur   | 300  | 250  | 50    |
|                              | Bhiwani     | Bhiwani   | 200  | 200  | Unch  |
|                              |             | Siwani    | 500  | 500  | Unch  |
|                              | Sirsa       | Sirsa     | 200  | 500  | -300  |
|                              |             | Dhabwali  | 150  | 100  | 50    |
|                              |             | Ellanabad | 100  | 100  | Unch  |
|                              | Fatehabad   | Fatehabad | NR   | NR   | -     |
| Gujarat                      | Banaskantha | Deesa     | 7    | NA   | -     |
|                              | Patan       | Patan     | 80   | 42   | 38    |
|                              | Rajkot      | Rajkot    | 280  | NA   | -     |
|                              | Jamnagar    | Dhrol     | NA   | 2    | -     |
| Madhya Pradesh               | Gwalior     | Dabra     | NA   | NA   | -     |
| Total Arrivals/Above Markets |             |           | 5647 | 6732 | -1085 |

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