

Domestic Fundamentals:

- Mostly firm sentiments reported among major spot markets on Monday amid lower arrivals.
- All India weekly average prices decreased by 4.04 percent to Rs. 3426.77 per quintal during the week ended 08th May 2017. Guar seed average price were ruling at Rs 3571.16 per quintal during 24-30 April 2017. As compared to prices in the week 01-08 May 2016, the prices are firm by 14.69 percent. Prices are expected to remain range bound to slightly firm in coming days.
- As per data released by baker hughes the number of oil rigs in USA has increased to 877 until 05th May up by 7 compared to last week and by 462 compared to 06th May 2016. 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 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 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	-25	3700	3716	3642	3651	16760	-20,610	20180	-5,900
June-17	-28	3750	3765	3692	3701	51000	-43,770	73760	3,350

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
May-17	4	7888	7939	7807	7829	5180	-3,315	9995	-2,310
June-17	0	8016	8079	7930	7965	17135	-11,065	46455	2,455

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	06-May-17	06-May-17	06-May-17	01-May-17
Bikaner	4770	0	4770	5341
Deesa	12110	60	12170	12040
Sri Ganganagar	3377	0	3377	3408
Jodhpur	299	0	299	499
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	06-May-17	06-May-17	06-May-17	01-May-17
Deesa	20	0	20	20
Bikaner	7904	0	7904	7715
Jodhpur	9986	0	9986	10693
Nokha	8964	0	8964	9223
Sri Ganganagar	3340	0	3340	3360

Churi and Korma Prices: As On 08th May, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1525
Korma	Jodhpur	1950
Churi	Sri Ganganagar	1369
Korma	Sri Ganganagar	1819

Guar Export Prices: As On 08th May, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		79	1230
Guargum Powder	200 Mesh 5000 CPS	99	1542
	200 Mesh 3500 CPS	94	1464
Guargum Meal	Meal 40%	21	327
	Meal 50%	26	405

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			8-May-17	6-May-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3775	3700	75
		Jodhpur(Delivery)	3925	3850	75
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3600	3600	Unch
		Sri-Ganganagar (Delivery)	3750	3750	Unch
		Rawla (Loose)	3500	3550	-50
		Gharsana (Loose)	3500	3550	-50
		Raisinghnagar (Loose)	3600	3500	100
	Bikaner	Bikaner (Loose)	NR	NR	-
		Bikaner (Delivery)	NR	NR	-
		Nokha(Loose)	3600	3600	Unch
		Nokha (Delivery)	3730	3730	Unch
		Khajuwala (Loose)	Closed	Closed	-
		Khajuwala (Delivery)	Closed	Closed	-
		Lunkaransar (Loose)	3600	3350	250
	Hanumangarh	Hanumangarh (Loose)	3600	3550	50
		Hanumangarh (Delivery)	3750	3700	50
		Nohar (Loose)	3600	3525	75
		Pilibanga (Loose)	3600	3550	50
	Nagaur	Nagaur (Loose)	3300	3300	Unch
	Churu	Churu (Delivery)	NR	3700	-
	Alwar	Alwar (Loose)	NR	3450	-
Haryana	Hisar	Adampur (Loose)	3650	3550	100

	Bhiwani	Adampur (Delivery)	3800	3700	100
		Bhiwani (Delivery)	3750	3700	50
		Siwani (Loose)	3700	3675	25
	Sirsa	Sirsa (Loose)	3625	3650	-25
		Dhabwali (Loose)	3600	3450	150
		Dhabwali (Delivery)	3750	3600	150
		Ellanabad (Loose)	3600	3550	50
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3525	3355	170
	Patan	Patan (Loose)	3410	3400	10
	Rajkot	Rajkot (Loose)	3400	3375	25
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8050	7800	250
	Alwar	Alwar	NR	8000	-
	Hanumangarh	Nohar	8200	7900	300
Haryana	Bhiwani	Bhiwani	8150	8000	150
	Sirsa	Sirsa	8000	7900	100
		Dhabwali	8150	8150	Unch
		Ellanabad	8000	8000	Unch
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			8-May-17	6-May-17	
Guar Seed	Jodhpur	Jodhpur	390	60	330
	Sri-Ganganagar	Sri-Ganganagar	30	500	-470
		Rawla	100	200	-100
		Gharsana	50	100	-50
		Raisinghnagar	50	200	-150
	Bikaner	Bikaner	NR	NR	-
		Nokha	250	200	50
		Khajuwala	Closed	Closed	-
		Lunkaransar	200	100	100
	Hanumangarh	Hanumangarh	50	80	-30
		Nohar	800	800	Unch
		Pilibanga	200	100	100
	Nagaur	Nagaur	100	70	30

	Churu	Churu	NR	1000	-
	Alwar	Alwar	NR	500	-
Haryana	Hisar	Adampur	500	300	200
	Bhiwani	Bhiwani	700	200	500
		Siwani	800	500	300
	Sirsa	Sirsa	300	200	100
		Dhabwali	50	150	-100
		Ellanabad	50	100	-50
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	350	7	343
	Patan	Patan	37	80	-43
	Rajkot	Rajkot	250	280	-30
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			5257	5727	-470

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