

Domestic Fundamentals:

- Mostly weak sentiments reported among major spot markets on Tuesday amid higher 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	+37	3658	3725	3621	3690	22940	6,180	12900	-7,280
June-17	+40	3710	3772	3670	3742	88210	37,210	78900	5,140

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
May-17	+79	7801	7948	7730	7906	6575	1,395	6785	-3,210
June-17	+74	7951	8086	7859	8030	23425	6,290	48605	2,150

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	8-May-17	8-May-17	8-May-17	8-May-17
Bikaner	4770	0	4770	4770
Deesa	12110	90	12200	12110
Sri Ganganagar	3377	0	3377	3377
Jodhpur	299	0	299	299
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	8-May-17	8-May-17	8-May-17	8-May-17
Deesa	20	0	20	20
Bikaner	7905	0	7905	7905
Jodhpur	9986	0	9986	9986
Nokha	8964	0	8964	8964
Sri Ganganagar	3340	0	3340	3340

Churi and Korma Prices: As On 9th 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 9th May, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		79	1225
Guargum Powder	200 Mesh 5000 CPS	99	1535
	200 Mesh 3500 CPS	94	1457
Guargum Meal	Meal 40%	21	326
	Meal 50%	26	403

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			9-May-17	8-May-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3750	3775	-25
		Jodhpur(Delivery)	3900	3925	-25
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3600	3600	Unch
		Sri-Ganganagar (Delivery)	3750	3750	Unch
		Rawla (Loose)	3460	3500	-40
		Gharsana (Loose)	3570	3500	70
		Raisinghnagar (Loose)	3500	3600	-100
	Bikaner	Bikaner (Loose)	NR	NR	-
		Bikaner (Delivery)	NR	NR	-
		Nokha(Loose)	3520	3600	-80
		Nokha (Delivery)	3647	3730	-83
		Khajuwala (Loose)	3550	Closed	-
		Khajuwala (Delivery)	3692	Closed	-
		Lunkaransar (Loose)	NR	3600	-
	Hanumangarh	Hanumangarh (Loose)	3570	3600	-30
		Hanumangarh (Delivery)	3720	3750	-30
		Nohar (Loose)	3550	3600	-50
		Pilibanga (Loose)	3500	3600	-100
	Nagaur	Nagaur (Loose)	3300	3300	Unch
	Churu	Churu (Delivery)	NR	NR	-
	Alwar	Alwar (Loose)	NR	NR	-

Haryana	Hisar	Adampur (Loose)	3600	3650	-50
		Adampur (Delivery)	3750	3800	-50
	Bhiwani	Bhiwani (Delivery)	3650	3750	-100
		Siwani (Loose)	3675	3700	-25
	Sirsa	Sirsa (Loose)	3575	3625	-50
		Dhabwali (Loose)	3500	3600	-100
		Dhabwali (Delivery)	3650	3750	-100
		Ellanabad (Loose)	3550	3600	-50
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3400	3525	-125
	Patan	Patan (Loose)	3365	3410	-45
	Rajkot	Rajkot (Loose)	3375	3400	-25
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8000	8050	-50
	Alwar	Alwar	NR	NR	-
	Hanumangarh	Nohar	8300	8200	100
Haryana	Bhiwani	Bhiwani	7800	8150	-350
	Sirsa	Sirsa	7900	8000	-100
		Dhabwali	8200	8150	50
		Ellanabad	8050	8000	50
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			9-May-17	8-May-17	
Rajasthan	Jodhpur	Jodhpur	390	390	Unch
	Sri-Ganganagar	Sri-Ganganagar	500	30	470
		Rawla	150	100	50
		Gharsana	100	50	50
		Raisinghnagar	150	50	100
	Bikaner	Bikaner	NR	NR	-
		Nokha	800	250	550
		Khajuwala	100	Closed	-
		Lunkaransar	NR	200	-
	Hanumangarh	Hanumangarh	100	50	50
		Nohar	500	800	-300
		Pilibanga	500	200	300

	Nagaur	Nagaur	50	100	-50
	Churu	Churu	NR	NR	-
	Alwar	Alwar	NR	NR	-
Haryana	Hisar	Adampur	1000	500	500
	Bhiwani	Bhiwani	1000	700	300
		Siwani	500	800	-300
	Sirsa	Sirsa	500	300	200
		Dhabwali	150	50	100
		Ellanabad	100	50	50
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	5	350	-345
	Patan	Patan	11	37	-26
	Rajkot	Rajkot	100	250	-150
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			6706	5257	1449

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