

**Domestic Fundamentals:**

- Mixed sentiments reported among major spot markets on Saturday amid lower arrivals.
- As per data released by baker hughes the number of oil rigs in USA has increased to 885 until 08<sup>th</sup> May up by 8 compared to last week and by 479 compared to 13<sup>th</sup> 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 latest update for the month of February, Export of guar seed products i.e. powder, Split and meal has increased by 4615 metric tonnes compared to last month. India has exported 43780 tonnes of guar products in the month of February. Of the total quantity, 27820 tonnes is guar gum powder and the remaining is Guar split (4380 tonnes) and Guar meal (11580 tonnes).
- All India weekly average prices decreased by 4.04 percent to Rs. 3426.77 per quintal during the week ended 08<sup>th</sup> 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 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 17<sup>th</sup> 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 17<sup>th</sup> 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.

**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	+8	3656	3680	3639	3660	970	-5,580	840	-740
June-17	+4	3703	3738	3670	3705	61420	3,580	82550	-2,230

## Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
May-17	+12	7772	7810	7689	7799	680	-2,820	700	-1,405
June-17	-11	7925	8015	7831	7924	14250	-2,275	51040	-675

## Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	12-May-17	12-May-17	12-May-17	8-May-17
Bikaner	4527	0	4527	4770
Deesa	12230	30	12260	12110
Sri Ganganagar	3209	0	3209	3377
Jodhpur	269	0	269	299
Nokha	10	0	10	10

## Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	12-May-17	12-May-17	12-May-17	8-May-17
Deesa	20	0	20	20
Bikaner	8029	20	8049	7905
Jodhpur	9809	5	9814	9986
Nokha	8894	0	8894	8964
Sri Ganganagar	3320	0	3320	3340

## Churi and Korma Prices: As On 13th May, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1500
Korma	Jodhpur	1950
Churi	Sri Ganganagar	1350
Korma	Sri Ganganagar	1800

## Guar Export Prices: As On 13th May, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		79	1230
Guargum Powder	200 Mesh 5000 CPS	99	1541
	200 Mesh 3500 CPS	94	1463
Guargum Meal	Meal 40%	21	327
	Meal 50%	26	405

## Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			13-May-17	12-May-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3760	3760	Unch
		Jodhpur(Delivery)	3910	3910	Unch
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3540	3600	-60
		Sri-Ganganagar (Delivery)	3690	3750	-60
		Rawla (Loose)	3580	3550	30
		Gharsana (Loose)	3550	3570	-20
		Raisinghnagar (Loose)	3550	3560	-10
	Bikaner	Bikaner (Loose)	NR	3600	-
		Bikaner (Delivery)	NR	3750	-
		Nokha(Loose)	3550	3550	Unch
		Nokha (Delivery)	3678	3678	Unch
		Khajuwala (Loose)	3600	3600	Unch
		Khajuwala (Delivery)	3744	3744	Unch
		Lunkaransar (Loose)	3550	3550	Unch
	Hanumangarh	Hanumangarh (Loose)	3750	3505	245
		Hanumangarh (Delivery)	3900	3655	245
		Nohar (Loose)	3600	3600	Unch
		Pilibanga (Loose)	3625	3550	75
	Nagaur	Nagaur (Loose)	3450	3450	Unch
	Churu	Churu (Delivery)	3750	3650	100

	<b>Alwar</b>	Alwar (Loose)	3500	3400	<b>100</b>
<b>Haryana</b>	<b>Hisar</b>	Adampur (Loose)	3600	3600	<b>Unch</b>
		Adampur (Delivery)	3750	3750	<b>Unch</b>
	<b>Bhiwani</b>	Bhiwani (Delivery)	3750	3725	<b>25</b>
		Siwani (Loose)	3700	3700	<b>Unch</b>
	<b>Sirsa</b>	Sirsa (Loose)	3750	3600	<b>150</b>
		Dhabwali (Loose)	3500	3550	<b>-50</b>
		Dhabwali (Delivery)	3650	3700	<b>-50</b>
		Ellanabad (Loose)	3600	3575	<b>25</b>
	<b>Fatehabad</b>	Fatehabad (Loose)	3500	3500	<b>Unch</b>
<b>Gujarat</b>	<b>Banaskantha</b>	Deesa (Loose)	3450	3415	<b>35</b>
	<b>Patan</b>	Patan (Loose)	3390	3390	<b>Unch</b>
	<b>Rajkot</b>	Rajkot (Loose)	3425	3425	<b>Unch</b>
	<b>Jamnagar</b>	Dhrol (Loose)	3390	3200	<b>190</b>
<b>Madhya Pradesh</b>	<b>Gwalior</b>	Dabra (Loose)	NA	NA	<b>-</b>
<b>Guar Gum</b>					
<b>Rajasthan</b>	<b>Jodhpur</b>	Jodhpur	7950	7950	<b>Unch</b>
	<b>Alwar</b>	Alwar	8000	7800	<b>200</b>
	<b>Hanumangarh</b>	Nohar	8200	8200	<b>Unch</b>
<b>Haryana</b>	<b>Bhiwani</b>	Bhiwani	8000	7980	<b>20</b>
	<b>Sirsa</b>	Sirsa	7900	8000	<b>-100</b>
		Dhabwali	7950	8000	<b>-50</b>
		Ellanabad	8000	8000	<b>Unch</b>
	<b>Fatehabad</b>	Fatehabad	7900	7900	<b>Unch</b>

## Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			13-May-17	12-May-17	
<b>Guar Seed</b>	<b>Jodhpur</b>	Jodhpur	90	100	<b>-10</b>
	<b>Sri-Ganganagar</b>	Sri-Ganganagar	300	500	<b>-200</b>
		Rawla	50	100	<b>-50</b>
		Gharsana	60	70	<b>-10</b>
		Raisinghnagar	40	200	<b>-160</b>
	<b>Bikaner</b>	Bikaner	NR	400	<b>-</b>
		Nokha	300	400	<b>-100</b>
		Khajuwala	500	300	<b>200</b>
		Lunkaransar	400	200	<b>200</b>
	<b>Hanumangarh</b>	Hanumangarh	0	27	<b>-27</b>
		Nohar	1400	800	<b>600</b>

		Pilibanga	100	100	Unch
	Nagaur	Nagaur	150	150	Unch
	Churu	Churu	500	1000	-500
	Alwar	Alwar	100	300	-200
Haryana	Hisar	Adampur	600	400	200
	Bhiwani	Bhiwani	1000	1200	-200
		Siwani	800	800	Unch
	Sirsa	Sirsa	350	500	-150
		Dhabwali	NA	200	-
		Ellanabad	100	100	Unch
	Fatehabad	Fatehabad	NA	40	-
Gujarat	Banaskantha	Deesa	53	90	-37
	Patan	Patan	64	67	-3
	Rajkot	Rajkot	150	100	50
	Jamnagar	Dhrol	64	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			7171	8144	-973

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