

Domestic Fundamentals:

- Mostly weak sentiments reported among major spot markets on Monday amid lower arrivals.
- As per IMD, southwest monsoon is likely to arrive early this year. As monsoon has advanced in Andaman region it will take around 10 more days to reach coast of Kerala under normal conditions. Monsoon rains are expected to be normal in 2017 at 100% of the long period average. IMD defines normal rainfall between 96% and 104%.
- As per data released by baker hughes the number of oil rigs in USA has increased to 885 until 08th May up by 8 compared to last week and by 479 compared to 13th 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).
- 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.

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	-87	3636	3641	3569	3569	250	-720	720	-120
June-17	-105	3687	3705	3594	3600	72970	11,550	83170	620

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
May-17	-154	7784	7700	7630	7630	105	-575	700	0
June-17	-274	7924	7909	7616	7650	20975	6,725	51020	-20

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	13-May-17	13-May-17	13-May-17	8-May-17
Bikaner	4527	0	4527	4770
Deesa	12260	0	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
	13-May-17	13-May-17	13-May-17	8-May-17
Deesa	20	0	20	20
Bikaner	8058	20	8078	7905
Jodhpur	9809	5	9814	9986
Nokha	8894	0	8894	8964
Sri Ganganagar	3320	0	3320	3340

Churi and Korma Prices: As On 15th May, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1520
Korma	Jodhpur	1931
Churi	Sri Ganganagar	1350
Korma	Sri Ganganagar	1800

Guar Export Prices: As On 15th May, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		78	1217
Guargum Powder	200 Mesh 5000 CPS	98	1529
	200 Mesh 3500 CPS	93	1451
Guargum Meal	Meal 40%	21	328
	Meal 50%	26	406

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			15-May-17	13-May-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3750	3760	-10
		Jodhpur(Delivery)	3900	3910	-10
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3560	3540	20
		Sri-Ganganagar (Delivery)	3710	3690	20
		Rawla (Loose)	3550	3580	-30
		Gharsana (Loose)	3550	3550	Unch
		Raisinghnagar (Loose)	3550	3550	Unch
	Bikaner	Bikaner (Loose)	3550	NR	-
		Bikaner (Delivery)	3700	NR	-
		Nokha(Loose)	3525	3550	-25
		Nokha (Delivery)	3652	3678	-26
		Khajuwala (Loose)	3556	3600	-44
		Khajuwala (Delivery)	3698	3744	-46
		Lunkaransar (Loose)	Closed	3550	-
	Hanumangarh	Hanumangarh (Loose)	3645	3750	-105
		Hanumangarh (Delivery)	3795	3900	-105
		Nohar (Loose)	3500	3600	-100
		Pilibanga (Loose)	3625	3625	Unch
	Nagaur	Nagaur (Loose)	3375	3450	-75
	Churu	Churu (Delivery)	3750	3750	Unch
	Alwar	Alwar (Loose)	3500	3500	Unch

Haryana	Hisar	Adampur (Loose)	3600	3600	Unch
		Adampur (Delivery)	3750	3750	Unch
	Bhiwani	Bhiwani (Delivery)	3650	3750	-100
		Siwani (Loose)	3680	3700	-20
	Sirsa	Sirsa (Loose)	3550	3650	-100
		Dhabwali (Loose)	3500	3500	Unch
		Dhabwali (Delivery)	3650	3650	Unch
		Ellanabad (Loose)	3500	3600	-100
	Fatehabad	Fatehabad (Loose)	NR	3500	-
Gujarat	Banaskantha	Deesa (Loose)	3315	3450	-135
	Patan	Patan (Loose)	3350	3390	-40
	Rajkot	Rajkot (Loose)	3425	3425	Unch
	Jamnagar	Dhrol (Loose)	NA	3390	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7850	7950	-100
	Alwar	Alwar	8000	8000	Unch
	Hanumangarh	Nohar	8000	8200	-200
Haryana	Bhiwani	Bhiwani	7900	8000	-100
	Sirsa	Sirsa	7800	7900	-100
		Dhabwali	7800	7950	-150
		Ellanabad	7800	8000	-200
	Fatehabad	Fatehabad	NR	7900	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			15-May-17	13-May-17	
Guar Seed	Jodhpur	Jodhpur	154	90	64
	Sri-Ganganagar	Sri-Ganganagar	55	300	-245
		Rawla	50	50	Unch
		Gharsana	NA	60	-
		Raisinghnagar	100	40	60
	Bikaner	Bikaner	200	NR	-
		Nokha	300	300	Unch
		Khajuwala	600	500	100
		Lunkaransar	Closed	400	-
	Hanumangarh	Hanumangarh	80	0	80
		Nohar	800	1400	-600
		Pilibanga	50	100	-50

	Nagaur	Nagaur	150	150	Unch
	Churu	Churu	500	500	Unch
	Alwar	Alwar	100	100	Unch
Haryana	Hisar	Adampur	1300	600	700
	Bhiwani	Bhiwani	1000	1000	Unch
		Siwani	500	800	-300
	Sirsa	Sirsa	400	350	50
		Dhabwali	NA	NA	-
		Ellanabad	8	100	-92
	Fatehabad	Fatehabad	NR	NA	-
Gujarat	Banaskantha	Deesa	11	53	-42
	Patan	Patan	120	64	56
	Rajkot	Rajkot	250	150	100
	Jamnagar	Dhrol	NA	64	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			6728	7171	-443

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