

Domestic Fundamentals:

- Mostly weak sentiments reported among major spot markets on Tuesday amid lower arrivals.
- Monsoon is likely to arrive early this year and is expected to hit south Kerala coast on 30th May'17, early by around two days. Furthermore India may receive higher monsoon rainfall this year compared to previous forecast as probability of El Nino has been reduced. Monsoon rains which arrive in Andaman & Nicobar around May 20th have already reached on 14th May, around six days ahead of schedule.
- 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	+61	3560	3681	3560	3681	80	-170	720	0
June-17	+25	3600	3638	3583	3628	73850	880	81980	-1,190

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
May-17	-71	7671	7600	7530	7600	45	-60	290	-410
June-17	+87	7695	7765	7577	7738	17960	-3,015	50420	-600

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	15-May-17	15-May-17	15-May-17	15-May-17
Bikaner	4527	0	4527	4527
Deesa	12260	0	12260	12260
Sri Ganganagar	3209	0	3209	3209
Jodhpur	269	0	269	269
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	15-May-17	15-May-17	15-May-17	15-May-17
Deesa	20	0	20	20
Bikaner	7979	20	7999	7979
Jodhpur	9809	5	9814	9809
Nokha	8894	0	8894	8894
Sri Ganganagar	3241	0	3241	3241

Churi and Korma Prices: As On 16th 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 16th May, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		78	1217
Guargum Powder	200 Mesh 5000 CPS	98	1530
	200 Mesh 3500 CPS	93	1452
Guargum Meal	Meal 40%	21	328
	Meal 50%	26	406

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			16-May-17	15-May-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3700	3750	-50
		Jodhpur(Delivery)	3850	3900	-50
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3600	3560	40
		Sri-Ganganagar (Delivery)	3725	3710	15
		Rawla (Loose)	3445	3550	-105
		Gharsana (Loose)	3450	3550	-100
		Raisinghnagar (Loose)	3450	3550	-100
	Bikaner	Bikaner (Loose)	3525	3550	-25
		Bikaner (Delivery)	3675	3700	-25
		Nokha(Loose)	3450	3525	-75
		Nokha (Delivery)	3574	3652	-78
		Khajuwala (Loose)	3525	3556	-31
		Khajuwala (Delivery)	3666	3698	-32
		Lunkaransar (Loose)	3450	Closed	-
	Hanumangarh	Hanumangarh (Loose)	3554	3645	-91
		Hanumangarh (Delivery)	3704	3795	-91
		Nohar (Loose)	3500	3500	Unch
		Pilibanga (Loose)	3550	3625	-75
	Nagaur	Nagaur (Loose)	3350	3375	-25
	Churu	Churu (Delivery)	NR	3750	-
	Alwar	Alwar (Loose)	NR	3500	-

Haryana	Hisar	Adampur (Loose)	3550	3600	-50
		Adampur (Delivery)	3700	3750	-50
	Bhiwani	Bhiwani (Delivery)	3650	3650	Unch
		Siwani (Loose)	3625	3680	-55
	Sirsa	Sirsa (Loose)	3500	3550	-50
		Dhabwali (Loose)	3450	3500	-50
		Dhabwali (Delivery)	3600	3650	-50
		Ellanabad (Loose)	3450	3500	-50
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3170	3315	-145
	Patan	Patan (Loose)	3345	3350	-5
	Rajkot	Rajkot (Loose)	3300	3425	-125
	Jamnagar	Dhrol (Loose)	3250	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7750	7850	-100
	Alwar	Alwar	NR	8000	-
	Hanumangarh	Nohar	7800	8000	-200
Haryana	Bhiwani	Bhiwani	7900	7900	Unch
	Sirsa	Sirsa	7600	7800	-200
		Dhabwali	7750	7800	-50
		Ellanabad	7750	7800	-50
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			16-May-17	15-May-17	
Rajasthan	Jodhpur	Jodhpur	14	154	-140
	Sri-Ganganagar	Sri-Ganganagar	700	55	645
		Rawla	100	50	50
		Gharsana	100	NA	-
		Raisinghnagar	200	100	100
	Bikaner	Bikaner	300	200	100
		Nokha	300	300	Unch
		Khajuwala	300	600	-300
		Lunkaransar	300	Closed	-
	Hanumangarh	Hanumangarh	11	80	-69
		Nohar	800	800	Unch
		Pilibanga	200	50	150

	Nagaur	Nagaur	175	150	25
	Churu	Churu	NR	500	-
	Alwar	Alwar	NR	100	-
Haryana	Hisar	Adampur	500	1300	-800
	Bhiwani	Bhiwani	1000	1000	Unch
		Siwani	500	500	Unch
	Sirsa	Sirsa	200	400	-200
		Dhabwali	NA	NA	-
		Ellanabad	150	8	142
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	12	11	1
	Patan	Patan	47	120	-73
	Rajkot	Rajkot	50	250	-200
	Jamnagar	Dhrol	2	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			5961	6728	-767

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