

**Domestic Fundamentals:**

- Steady to weak tone are extended in Guarseed and Guargum market after heavy pace of arrivals today.
- All India weekly average prices higher by 0.63 percent to Rs. 3688.61 per quintal during the week ended 3<sup>rd</sup> Feb 2020. Guar seed (Cluster bean seeds) average price were ruling at Rs. 3665.5 per quintal during 24<sup>th</sup> to 30<sup>th</sup> January 2020. As compared to prices in the week 1-8 February 2019, the prices are lower by 4.83 percent. Prices are expected to move in steady to weak tone in coming days in expectation of sluggish demand of millers' and crushers.
- Guar seed average weekly prices closed at Rs. 4108.33 per quintal lower by Rs. 23.33 per quintal against last week. However, prices are likely to be on lower side in hope of weak demand of crushers and millers. Prices may get more pressures after weak exports demand of guar split. NCDEX prices are likely to stay downside in near future in expectation of selling pressures in the market.
- Steady prices of Churi and Kurma may also affect guarseed prices in coming day. Poultry seasonal demand for Churi is declining in the market and may put more pressure. Guar seed and Guar gum Future prices of Feb month contract declined today on sellers' interest. Guar prices in spot markets are likely to trade in weak zone in next day amid weak sentiments in the market. However, less carryover stock and lower production estimates may support prices to rise in long run.
- As per sources, rise in crude oil prices after the killing of Iranian military commander Qassem Soleimani by U.S. is likely to support to rise guargum exports of India in the coming weeks as oil drilling companies in U.S. may increase its drilling activities. However, sources expect total 330,000 tonnes of guargum shipments in the current financial year which is lower from 360,000 tonnes in financial year 2019. Total Kharif's output of Guarseed in India stood at 750,000 tonnes in this year.
- As per recent Apeeda report, India shipped total 2.40 lakh tonnes of guargum during April to October 2019-20 with price value Rs. 2066 crore which is lower from 2.98 lakh tonnes in 2018-19 in the corresponding period of time after less exports demand.
- As per data released by Baker Hughes the number of oil rigs in USA has decreased by 4 to 790 as on 31<sup>st</sup> January 2020 compared to 794 in last week and also down by 255 compared to 31<sup>st</sup> January 2019. Total number of oilrigs was recorded at 3957 in Janaury'20 compared to 4259 in the corresponding period in last year. Therefore, exports are being slightly affected.
- As per trade sources, export of guar split has increased in the month of December-19. Exports in the month of December-19 are higher by around 79.66% compared to previous month. India exported around 2120 tonnes of guar split in the month of December-19 at an average FoB of \$ 1293 per tonne. Of the total quantity, around 540 tonnes have been exported to China.
- As per trade sources, export of guar gum has declined in the month of December-19 by 6.58 percent compared to previous month. India exported around 17779.68 tonnes of guar gum at an average FoB of \$ 1830.69 per tonne in the month of December-19 compared to 19032.16 tonnes in October-19 at an average FoB of \$ 1873.41 per tonne. Exports are expected to decline in January-20 on weak demand.

**Outlook:** Guarseed and Guargum prices are likely to trade in weak tone in next day.

4<sup>th</sup> Feb, 2020

Guar Seed									
Contract	+/- \$	Open	High	Low	Close	Volume	Vol. Change	OI	OI Change
Feb-20	-2.88	3960	3964	3844	3848	34840	13,505	49830	-7315
Mar-20	-2.95	4006	4008	3894	3896	37015	24,650	41180	8080

Guar Gum									
Contract	+/- \$	Open	High	Low	Close	Volume	Vol. Change	OI	OI Change
Feb-20	-2.99	7056	7064	6852	6852	8360	-3905	18455	-3,395
Mar-20	-2.99	7144	7148	6939	6939	10240	-1015	46725	2,630

## Guar Seed Stock Position &amp; EDD:

Stocks	Demat	In-Process	Total	EDD
	1-Feb-20	1-Feb-20	1-Feb-20	1-Feb-20
Bikaner	13781	20	13801	8089
Deesa	0	0	0	0
Sri Ganganagar	2704	0	2704	1576
Jodhpur	0	0	0	0
Nokha	326	0	326	366

## Guar Gum Stock Position &amp; EDD:

Stocks	Demat	In-Process	Total	EDD
	1-Feb-20	1-Feb-20	1-Feb-20	1-Feb-20
Deesa	0	0	0	0
Bikaner	2949	0	2949	2057
Jodhpur	3901	0	3901	2966
Nokha	1278	0	1278	1384
Sri Ganganagar	2397	40	2437	2821

## Churi and Korma Prices:

		3-Feb-20
Commodity	Center	Units in Rs./75 kg.
Churi	Jodhpur	2050
Korma	Jodhpur	2400
Churi	Sri Ganganagar	1875
Korma	Sri Ganganagar	2288

Guar Export Prices:		3-Feb-20	3-Feb-20
	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		73	1020
Guargum Powder	200 Mesh 5000 CPS	93	1300
	200 Mesh 3500 CPS	88	1230
Guargum Meal	Meal 40%	28	391
	Meal 50%	32	447

Guar Seed Prices at Key Spot Markets:					
Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			3-Feb-20	1-Feb-20	
--Rajasthan	Jodhpur	Jodhpur (Loose)	4000	4025	-25
		Jodhpur (Delivery)	4200	4226	-26
	Sri-Ganganagar	Sri-Ganganagar (Loose)	3800	3800	Unch
		Sri-Ganganagar (Delivery)	3950	3950	Unch
		Rawla (Loose)	NR	NR	-
		Gharsana (Loose)	NR	NR	-
		Raisinghnagar (Loose)	3750	3750	Unch
	Bikaner	Bikaner (Loose)	3850	3900	-50
		Bikaner (Delivery)	4043	4095	-53
		Nokha (Loose)	3700	3750	-50
		Nokha (Delivery)	3885	3938	-53
		Khajuwala (Loose)	3800	3800	Unch
		Khajuwala (Delivery)	3990	3990	Unch
		Lunkaransar (Loose)	NA	3750	-
	Hanumangarh	Hanumangarh (Loose)	3800	NA	-
		Hanumangarh (Delivery)	3990	NA	-
		Nohar (Loose)	3800	NR	-
		Pilibanga (Loose)	NA	NA	-
	Nagaur	Nagaur (Loose)	3700	3670	30
	Churu	Churu (Delivery)	NR	3900	-
	Alwar	Alwar (Loose)	NR	3600	-
Haryana	Hisar	Adampur (Loose)	3800	3825	-25
		Adampur (Delivery)	3990	4016	-26
	Bhiwani	Bhiwani (Delivery)	NA	3850	-
		Siwani (Loose)	3830	3900	-70
	Sirsa	Sirsa (Loose)	3800	3850	-50



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		Dhabwali (Loose)	NA	3810	-
		Dhabwali (Delivery)	NA	4001	-
		Ellanabad (Loose)	NR	NR	-
	Fatehabad	Fatehabad (Loose)	3725	3750	-25
Gujarat	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	3720	3715	5
	Rajkot	Rajkot (Loose)	3695	NA	-
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7200	7200	Unch
	Alwar	Alwar	NR	7100	-
	Hanumangarh	Nohar	7700	NR	-
Haryana	Bhiwani	Bhiwani	NA	7200	-
	Sirsa	Sirsa	7000	7150	-150
		Dhabwali	NA	7225	-
		Ellanabad	NR	NR	-
	Fatehabad	Fatehabad	7000	7200	-200

### Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			3-Feb-20	1-Feb-20	
Guar Seed	Jodhpur	Jodhpur	27	NA	-
	Sri-Ganganagar	Sri-Ganganagar	500	500	Unch
		Rawla	NR	NR	-
		Gharsana	NR	NR	-
		Raisinghnagar	500	400	100
	Bikaner	Bikaner	700	800	-100
		Nokha	400	400	Unch
		Khajuwala	1500	500	1000
		Lunkaransar	NA	300	-
	Hanumangarh	Hanumangarh	20	NA	-
		Nohar	500	NR	-
		Pilibanga	NA	NA	-
	Nagaur	Nagaur	NA	40	-
	Churu	Churu	NR	500	-
	Alwar	Alwar	NR	200	-
Haryana	Hisar	Adampur	700	600	100
	Bhiwani	Bhiwani	NA	200	-



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		Siwani	300	200	100
	Sirsa	Sirsa	1500	100	1400
		Dhabwali	NA	175	-
		Ellanabad	NR	NR	-
	Fatehabad	Fatehabad	50	NA	-
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	29	17	12
	Rajkot	Rajkot	25	NA	-
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			6751	4932	1819

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