

Domestic Fundamentals:

- Steady to weak tone are continued in Guarseed and Guargum spot markets today. Arrivals are reported in mixed pace today.
- All India weekly average prices higher by 0.16 percent to Rs. 3544.45 per quintal during the week ended 25<sup>th</sup> Feb 2020. Guar seed (Cluster bean seeds) average price were ruling at Rs. 3538.63 per quintal during 16<sup>th</sup> to 23<sup>rd</sup> February 2020. As compared to prices in the week 24-28 February 2019, the prices are lower by 8.20 percent. Prices are expected to move in steady to weak tone in coming days as less demand of millers due to weak demand of gum in the overseas market.
- Guar seed average weekly prices closed at Rs.3783.33 per quintal lower by Rs. 86.66 per quintal against last week. 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 and gum. NCDEX prices are likely to stay downside in near future in expectation of selling pressures in the market. Future prices of Guar and Gum are volatile and not sustaining at higher price level.
- Steady prices of Churi and Korma may also affect guar seed prices in coming day. Guar seed and Guargum future prices of March month contracts declined today on selling activities in the market today. Future prices are volatile and not sustaining at higher price level. Guar prices in spot markets are likely to trade in weak zone in next day amid weak sentiments in the markets.
- As per the Agricultural and Processed Food Products Export Development Authority, India shipped 19% lower guar derivatives products to 267823.67 MTs in the first eight month of this financial year against 330974.88 MTs in 2018-19 during the corresponding period of time. India is likely to export 20 % lower guar derivatives in 2019-20 (Apr-Mar) on account of poor demand for guar gum from the U.S. as it has started to use other alternatives of gum. Weak crude oil prices and declining numbers of oil rigs have also weakened U.S. demand for gum. Polyacrylamide, carboxymethyl cellulose, xanthan gum, and partially hydrolyzed polyacrylamide are the major alternatives products of guar gum and likely to replace and affect demand of gum in this year. Exporters expect 20% lower shipment in the range of 280,000-300,000 tonnes in this fiscal year. However, guar meal exports are likely to increase by 17% to 175,000 tonnes in this year as demand is rising due to its higher amino acid profile and overseas buyers are switching from soymeal to guar meal. Good exports demand of guar meal is supporting guar meal prices to rise.
- As per data released by Baker Hughes, the number of oilrigs in USA has lowered by 1 to 791 as on 21<sup>st</sup> February 2020 compared to 790 in last week and down by 256 compared to 22<sup>nd</sup> Feb 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 January-20. Exports in the month of Janaury-20 are higher by around 60.38% compared to previous month. India exported around 3400 tonnes of guar split in the month of January-20 at an average FoB of \$ 1241 per tonne. Of the total quantity, around 2180 tonnes have been exported to China.
- As per trade sources, export of guar gum has increased in the month of Janaury-20 by 30.37 percent compared to previous month. India exported around 23178.89 tonnes of guar gum at an average FoB of \$ 1710.37 per tonne in the month of January-20 compared to 17779.68 tonnes in December-19 at an average FoB of \$ 1830.69 per tonne. Exports are expected to increase in February-20 on firm demand.

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

Guar Seed									
Contract	+/- \$	Open	High	Low	Close	Volume	Vol. Change	OI	OI Change
Mar-20	-0.87	3706	3734	3642	3662	41545	4,950	62760	-1610
Apr-20	-0.97	3736	3760	3670	3688	10375	760	23985	4530

Guar Gum									
Contract	+/- \$	Open	High	Low	Close	Volume	Vol. Change	OI	OI Change
Mar-20	-1.98	6350	6410	6191	6240	17185	2500	42990	-4,415
Apr-20	-2.14	6448	6483	6262	6309	7905	1380	17990	3,465

**Guar Seed Stock Position & EDD:**

Stocks	Demat	In-Process	Total	EDD
	24-Feb-20	24-Feb-20	24-Feb-20	24-Feb-20
Bikaner	14301	29	14330	8089
Deesa	0	0	0	0
Sri Ganganagar	2689	0	2689	1576
Jodhpur	0	0	0	0
Nokha	326	0	326	366

**Guar Gum Stock Position & EDD:**

Stocks	Demat	In-Process	Total	EDD
	24-Feb-20	24-Feb-20	24-Feb-20	24-Feb-20
Deesa	0	0	0	0
Bikaner	2329	40	2369	2057
Jodhpur	3857	0	3857	2966
Nokha	1434	0	1434	1384
Sri Ganganagar	2092	20	2112	2821

**Churi and Korma Prices:**

		25-Feb-20
Commodity	Center	Units in Rs./75 kg.
Churi	Jodhpur	2050
Korma	Jodhpur	2438
Churi	Sri Ganganagar	1856.25
Korma	Sri Ganganagar	2325

Guar Export Prices:		25-Feb-20	25-Feb-20
	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		68	947
Guargum Powder	200 Mesh 5000 CPS	88	1225
	200 Mesh 3500 CPS	83	1156
Guargum Meal	Meal 40%	27	376
	Meal 50%	32	446

Guar Seed Prices at Key Spot Markets:					
Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			25-Feb-20	24-Feb-20	
--Rajasthan	Jodhpur	Jodhpur (Loose)	3700	3750	-50
		Jodhpur(Delivery)	3885	3938	-53
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3550	3650	-100
		Sri-Ganganagar (Delivery)	3700	3800	-100
		Rawla (Loose)	NR	3400	-
		Gharsana (Loose)	NR	3630	-
		Raisinghnagar (Loose)	3600	3625	-25
	Bikaner	Bikaner (Loose)	Closed	Closed	-
		Bikaner (Delivery)	Closed	Closed	-
		Nokha(Loose)	3550	3550	Unch
		Nokha (Delivery)	3728	3728	Unch
		Khajuwala (Loose)	3600	3600	Unch
		Khajuwala (Delivery)	3780	3780	Unch
		Lunkaransar (Loose)	3500	3500	Unch
	Hanumangarh	Hanumangarh (Loose)	3500	3500	Unch
		Hanumangarh (Delivery)	3675	3675	Unch
		Nohar (Loose)	3550	3600	-50
		Pilibanga (Loose)	3550	3600	-50
	Nagaur	Nagaur (Loose)	Closed	Closed	-
	Churu	Churu (Delivery)	Closed	3900	-
	Alwar	Alwar (Loose)	Closed	3600	-
Haryana	Hisar	Adampur (Loose)	3625	3625	Unch
		Adampur (Delivery)	3806	3806	Unch
	Bhiwani	Bhiwani (Delivery)	3700	3700	Unch
		Siwani (Loose)	3690	3650	40
	Sirsa	Sirsa (Loose)	3600	3600	Unch



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

		Dhabwali (Loose)	3650	3650	Unch
		Dhabwali (Delivery)	3833	3833	Unch
		Ellanabad (Loose)	NR	NR	-
	Fatehabad	Fatehabad (Loose)	3550	3550	Unch
Gujarat	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	3450	3500	-50
	Rajkot	Rajkot (Loose)	NA	NA	-
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	0	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	6500	6750	-250
	Alwar	Alwar	Closed	6500	-
	Hanumangarh	Nohar	6500	6700	-200
Haryana	Bhiwani	Bhiwani	6250	6200	50
	Sirsa	Sirsa	6300	6600	-300
		Dhabwali	6500	6700	-200
		Ellanabad	NR	NR	-
	Fatehabad	Fatehabad	6700	6700	Unch

### Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			25-Feb-20	24-Feb-20	
Guar Seed	Jodhpur	Jodhpur	NA	NA	-
	Sri-Ganganagar	Sri-Ganganagar	500	500	Unch
		Rawla	NR	307	-
		Gharsana	NR	296	-
		Raisinghnagar	250	300	-50
	Bikaner	Bikaner	Closed	Closed	-
		Nokha	350	300	50
		Khajuwala	500	1500	-1000
		Lunkaransar	350	300	50
	Hanumangarh	Hanumangarh	25	25	Unch
		Nohar	400	100	300
		Pilibanga	100	100	Unch
	Nagaur	Nagaur	Closed	Closed	-
	Churu	Churu	Closed	250	-
	Alwar	Alwar	Closed	NA	-
Haryana	Hisar	Adampur	600	500	100
	Bhiwani	Bhiwani	NA	NA	-



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

		Siwani	500	400	100
	Sirsa	Sirsa	400	500	-100
		Dhabwali	100	100	Unch
		Ellanabad	NR	NR	-
	Fatehabad	Fatehabad	50	50	Unch
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	61	45	16
	Rajkot	Rajkot	NA	NA	-
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	0	NA	-
Total Arrivals/Above Markets			4186	5573	-534

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