

Domestic Fundamentals:

- Steady to firm tone are witnessed in Guarseed and Guargum spot markets today on improved demand of stockiest. Arrivals are reported in mixed zone at major trading centers today.
- All India weekly average prices are lower by 2.64 percent to Rs. 3444.97 per quintal during the week ended 28<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 10.78 percent. Prices are expected to move in steady to weak tone in coming days on less demand of crushers due to weak demand of gum in the overseas market. However, Guarseed and Guargum prices may boost up again during May to June 2020. However, fear of spreading coronavirus in worldwide is the negative factor for gum prices. However, Churi prices may decline in summer season because of other alternative products availability for cattle feed but Korma is likely to rise in expectation of good demand.
- Higher prices of Churi and Korma is also affecting to guar seed prices. Guar seed and Guargum future prices of March month contracts declined today on selling pressures today. Guar and Gum prices in spot markets are likely to trade in weak zone in next day amid weak demand of millers and weak sentiments in the global 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 decline in February-20 on weak demand of U.S. & China.

**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	-1.64	3680	3738	3590	3600	43990	2,140	43440	-2945
Apr-20	-1.85	3698	3752	3600	3610	25685	2,750	46500	6380

Guar Gum									
Contract	+/- \$	Open	High	Low	Close	Volume	Vol. Change	OI	OI Change
Mar-20	-2.82	6089	6216	5886	5897	11970	-6975	17940	-3,065
Apr-20	-2.70	6190	6289	5956	5974	11805	-660	40690	3,010

## Guar Seed Stock Position &amp; EDD:

Stocks	Demat	In-Process	Total	EDD
	29-Feb-20	29-Feb-20	29-Feb-20	29-Feb-20
Bikaner	14295	0	14295	8089
Deesa	0	0	0	0
Sri Ganganagar	2729	0	2729	1576
Jodhpur	0	0	0	0
Nokha	326	0	326	366

## Guar Gum Stock Position &amp; EDD:

Stocks	Demat	In-Process	Total	EDD
	29-Feb-20	29-Feb-20	29-Feb-20	29-Feb-20
Deesa	0	15	15	0
Bikaner	2369	0	2369	2057
Jodhpur	3812	0	3812	2966
Nokha	1435	90	1525	1384
Sri Ganganagar	2132	20	2152	2821

## Churi and Korma Prices:

		2-March-20
Commodity	Center	Units in Rs./75 kg.
Churi	Jodhpur	2050
Korma	Jodhpur	2438
Churi	Sri Ganganagar	1838
Korma	Sri Ganganagar	2325

Guar Export Prices:		2-March-20	2-March-20
	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		68	941
Guargum Powder	200 Mesh 5000 CPS	88	1218
	200 Mesh 3500 CPS	83	1149
Guargum Meal	Meal 40%	27	374
	Meal 50%	32	443

Guar Seed Prices at Key Spot Markets:					
Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			2-March-20	29-Feb-20	
--Rajasthan	Jodhpur	Jodhpur (Loose)	3400	3400	Unch
		Jodhpur(Delivery)	3570	3570	Unch
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3500	3500	Unch
		Sri-Ganganagar (Delivery)	3650	3650	Unch
		Rawla (Loose)	NR	3325	-
		Gharsana (Loose)	NR	3480	-
		Raisinghnagar (Loose)	3550	3500	50
	Bikaner	Bikaner (Loose)	3500	3400	100
		Bikaner (Delivery)	3675	3570	105
		Nokha(Loose)	3550	3525	25
		Nokha (Delivery)	3728	3701	26
		Khajuwala (Loose)	3500	3350	150
		Khajuwala (Delivery)	3675	3518	158
		Lunkaransar (Loose)	3550	3450	100
	Hanumangarh	Hanumangarh (Loose)	3400	3400	Unch
		Hanumangarh (Delivery)	3570	3570	Unch
		Nohar (Loose)	NR	3550	-
		Pilibanga (Loose)	NA	NA	-
	Nagaur	Nagaur (Loose)	3475	Closed	-
	Churu	Churu (Delivery)	NA	NA	-
	Alwar	Alwar (Loose)	NA	NA	-
Haryana	Hisar	Adampur (Loose)	3550	3500	50
		Adampur (Delivery)	3728	3675	53
	Bhiwani	Bhiwani (Delivery)	3650	3550	100
		Siwani (Loose)	3660	3620	40
	Sirsa	Sirsa (Loose)	3600	3515	85



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		Dhabwali (Loose)	3500	3420	80
		Dhabwali (Delivery)	3675	3591	84
		Ellanabad (Loose)	3550	3475	75
	Fatehabad	Fatehabad (Loose)	3450	3450	Unch
Gujarat	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	NA	3525	-
	Rajkot	Rajkot (Loose)	3450	NA	-
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	6350	6150	200
	Alwar	Alwar	NA	NA	-
	Hanumangarh	Nohar	NR	6600	-
Haryana	Bhiwani	Bhiwani	6150	5900	250
	Sirsa	Sirsa	6200	6100	100
		Dhabwali	6200	6200	Unch
		Ellanabad	6100	5950	150
	Fatehabad	Fatehabad	6200	6100	100

### Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			2-Mar-20	29-Feb-20	
Guar Seed	Jodhpur	Jodhpur	NA	NA	-
	Sri-Ganganagar	Sri-Ganganagar	500	500	Unch
		Rawla	NR	43	-
		Gharsana	NR	159	-
		Raisinghnagar	200	100	100
	Bikaner	Bikaner	600	700	-100
		Nokha	150	200	-50
		Khajuwala	400	400	Unch
		Lunkaransar	200	50	150
	Hanumangarh	Hanumangarh	30	15	15
		Nohar	NR	100	-
		Pilibanga	NA	NA	-
	Nagaur	Nagaur	50	Closed	-
	Churu	Churu	NA	NA	-
	Alwar	Alwar	NA	NA	-
Haryana	Hisar	Adampur	2000	1000	1000
	Bhiwani	Bhiwani	300	NA	-



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		Siwani	400	200	200
	Sirsa	Sirsa	250	200	50
		Dhabwali	100	100	Unch
		Ellanabad	100	150	-50
	Fatehabad	Fatehabad	50	50	Unch
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	NA	31	-
	Rajkot	Rajkot	130	NA	-
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			5460	3998	1315

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