

Domestic Fundamentals:

- Steady to firm tone are continued in Guarseed spot markets today due to less supplies against millers demand however Guargum prices declined at spot markets on less demand in fear of weak global sentiments.
- All India weekly average prices are lower by 0.26 percent to Rs. 3427.74 per quintal during the week ended 3rd March 2020. Guar seed (Cluster bean seeds) average price were ruling at Rs. 3436.8 per quintal during 24th to 28th February 2020. As compared to prices in the week 1-8 March 2019, the prices are lower by 10.90 percent. Guar prices are expected to move in steady to firm tone in coming days on improved demand of millers against less supplies however gum prices may trade remain under pressures due to less demand in the overseas markets due to spreading fear of coronavirus. In the long run, Guarseed and Guargum prices may boost up again during May to June 2020. While, 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 increased today on buying positions at lower side today.
- 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 790 as on 28th February 2020 compared to 791 in last week and down by 257 compared to 22nd Feb 2019. Total number of oilrigs was recorded at 3161 in February'20 compared to 4192 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 January-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 January-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 prices are likely to trade in steady to firm zone in next day due to less stocks availability while Gum prices may decline on poor demand of millers.*



Guar Seed									
Contract	+/- \$	Open	High	Low	Close	Volume	Vol. Change	OI	OI Change
Mar-20	+3.99	3618	3754	3618	3754	44070	2,220	41575	-4810
Apr-20	+3.98	3630	3760	3630	3760	41710	18,775	56240	16120

Guar Gum									
Contract	+/- \$	Open	High	Low	Close	Volume	Vol. Change	OI	OI Change
Mar-20	+3.99	5964	6153	5943	6153	13220	-5725	15410	-5,595
Apr-20	+3.99	6030	6234	6018	6234	14025	1560	43860	6,180

Guar Seed Stock Position & EDD:

Stocks	Demat	In-Process	Total	EDD
	2-Mar-20	2-Mar-20	2-Mar-20	2-Mar-20
Bikaner	14250	-	14250	8089
Deesa	-	-	-	-
Sri Ganganagar	2729	-	2729	1576
Jodhpur	-	-	-	-
Nokha	326	-	326	366

Guar Gum Stock Position & EDD:

Stocks	Demat	In-Process	Total	EDD
	2-Mar-20	2-Mar-20	2-Mar-20	2-Mar-20
Deesa	-	-	-	-
Bikaner	2369	-	2369	2057
Jodhpur	3723	-	3723	2966
Nokha	1395	40	1435	1384
Sri Ganganagar	2132	20	2152	2821

Churi and Korma Prices:

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



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Korma	Sri Ganganagar	2325
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Guar Export Prices:		3-March-20	3-March-20
	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		68	935
Guargum Powder	200 Mesh 5000 CPS	88	1210
	200 Mesh 3500 CPS	83	1141
Guargum Meal	Meal 40%	27	371
	Meal 50%	32	440

Guar Seed Prices at Key Spot Markets:					
Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			3-Mar-20	2-Mar-20	
--Rajasthan	Jodhpur	Jodhpur (Loose)	3500	3400	100
		Jodhpur(Delivery)	3675	3570	105
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3525	3500	25
		Sri-Ganganagar (Delivery)	3675	3650	25
		Rawla (Loose)	3650	3616	34
		Gharsana (Loose)	NR	3669	-
		Raisinghnagar (Loose)	3600	3550	50
	Bikaner	Bikaner (Loose)	3670	3500	170
		Bikaner (Delivery)	3854	3675	179
		Nokha(Loose)	3550	3550	Unch
		Nokha (Delivery)	3728	3728	Unch
		Khajuwala (Loose)	3500	3500	Unch
		Khajuwala (Delivery)	3675	3675	Unch
		Lunkaransar (Loose)	3600	3550	50
	Hanumangarh	Hanumangarh (Loose)	3500	3400	100
		Hanumangarh (Delivery)	3675	3570	105
		Nohar (Loose)	NR	NR	-
		Pilibanga (Loose)	NA	NA	-
	Nagaur	Nagaur (Loose)	3500	3475	25
	Churu	Churu (Delivery)	NA	NA	-
	Alwar	Alwar (Loose)	NA	NA	-
Haryana	Hisar	Adampur (Loose)	3600	3550	50
		Adampur (Delivery)	3780	3728	53
	Bhiwani	Bhiwani (Delivery)	3650	3650	Unch
		Siwani (Loose)	3660	3660	Unch

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	Sirsa	Sirsa (Loose)	3765	3600	165
		Dhabwali (Loose)	3600	3500	100
		Dhabwali (Delivery)	3780	3675	105
		Ellanabad (Loose)	3715	3550	165
	Fatehabad	Fatehabad (Loose)	3500	3450	50
Gujarat	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	2950	3435	-485
	Rajkot	Rajkot (Loose)	3475	3450	25
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	6150	6350	-200
	Alwar	Alwar	NA	NA	-
	Hanumangarh	Nohar	NR	NR	-
Haryana	Bhiwani	Bhiwani	6125	6150	-25
	Sirsa	Sirsa	6200	6200	Unch
		Dhabwali	6200	6200	Unch
		Ellanabad	6100	6100	Unch
	Fatehabad	Fatehabad	6200	6200	Unch

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			3-Mar-20	2-Mar-20	
Rajasthan	Jodhpur	Jodhpur	NA	NA	-
	Sri-Ganganagar	Sri-Ganganagar	500	500	Unch
		Rawla	150	286	-136
		Gharsana	NR	243	-
		Raisinghnagar	150	200	-50
	Bikaner	Bikaner	700	600	100
		Nokha	300	150	150
		Khajuwala	1000	400	600
		Lunkaransar	200	200	Unch
	Hanumangarh	Hanumangarh	50	30	20
		Nohar	NR	NR	-
		Pilibanga	NA	NA	-
	Nagaur	Nagaur	70	50	20
	Churu	Churu	NA	NA	-
	Alwar	Alwar	NA	NA	-
Haryana	Hisar	Adampur	1500	2000	-500



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	Bhiwani	Bhiwani	150	300	-150
		Siwani	300	400	-100
	Sirsa	Sirsa	250	250	Unch
		Dhabwali	100	100	Unch
		Ellanabad	100	100	Unch
	Fatehabad	Fatehabad	50	50	Unch
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	4	4	Unch
	Rajkot	Rajkot	35	130	-95
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			5609	5993	-141

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