

Domestic Fundamentals:

- Mostly firm tone are seen in Guarseed spot markets today in fear of less stocks availability of guarseed. Guar gum prices also rose due to good millers demand at lower side.
- All India weekly average prices are lower by 1.12 percent to Rs. 3398.05 per quintal during the week ended 4<sup>th</sup> March 2020. Guar seed (Cluster bean seeds) average price were ruling at Rs. 3436.8 per quintal during 24<sup>th</sup> to 28<sup>th</sup> February 2020. As compared to prices in the week 1-8 March 2019, the prices are lower by 11.67 percent. Guar prices are expected to move in steady to firm tone in coming days on improved demand of millers against less supplies. Gum prices may also go up as miller are showing their interest at lower prices side. In the long run, Guarseed and Guar gum 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 Guar gum 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 oil rigs in USA has lowered by 1 to 790 as on 28<sup>th</sup> February 2020 compared to 791 in last week and down by 257 compared to 22<sup>nd</sup> Feb 2019. Total number of oil rigs 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 also increase on improved millers demand.*



5<sup>th</sup> March, 2020

Guar Seed									
Contract	+/- \$	Open	High	Low	Close	Volume	Vol. Change	OI	OI Change
Mar-20	+1.44	3760	3832	3728	3808	32820	-11,250	35065	-6510
Apr-20	+1.01	3762	3816	3724	3798	47470	5,760	59445	3205

Guar Gum									
Contract	+/- \$	Open	High	Low	Close	Volume	Vol. Change	OI	OI Change
Mar-20	+2.76	6218	6370	6100	6323	11845	-1375	13160	-2,250
Apr-20	+2.82	6300	6421	6170	6410	20505	6480	44720	860

### Guar Seed Stock Position & EDD:

Stocks	Demat	In-Process	Total	EDD
	3-Mar-20	3-Mar-20	3-Mar-20	26-Feb-20
Bikaner	14250	0	14250	14249
Deesa	0	0	0	0
Sri Ganganagar	2729	0	2729	2730
Jodhpur	0	0	0	0
Nokha	326	0	326	326

### Guar Gum Stock Position & EDD:

Stocks	Demat	In-Process	Total	EDD
	3-Mar-20	3-Mar-20	3-Mar-20	26-Feb-20
Deesa	0	0	0	0
Bikaner	2369	0	2369	2369
Jodhpur	3663	0	3663	3722
Nokha	1435	50	1485	1396
Sri Ganganagar	2152	0	2152	2132

### Churi and Korma Prices:

		4-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:		4-March-20	4-March-20
	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		65	884
Guargum Powder	200 Mesh 5000 CPS	85	1156
	200 Mesh 3500 CPS	80	1088
Guargum Meal	Meal 40%	28	381
	Meal 50%	32	435

Guar Seed Prices at Key Spot Markets:					
Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			4-Mar-20	3-Mar-20	
--Rajasthan	Jodhpur	Jodhpur (Loose)	3725	3500	225
		Jodhpur(Delivery)	3911	3675	236
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3600	3525	75
		Sri-Ganganagar (Delivery)	3750	3675	75
		Rawla (Loose)	NR	3650	-
		Gharsana (Loose)	NR	3615	-
		Raisinghnagar (Loose)	3550	3600	-50
	Bikaner	Bikaner (Loose)	3740	3670	70
		Bikaner (Delivery)	3927	3854	74
		Nokha(Loose)	3580	3550	30
		Nokha (Delivery)	3759	3728	32
		Khajuwala (Loose)	3550	3500	50
		Khajuwala (Delivery)	3728	3675	53
		Lunkaransar (Loose)	3620	3600	20
	Hanumangarh	Hanumangarh (Loose)	3500	3500	Unch
		Hanumangarh (Delivery)	3675	3675	Unch
		Nohar (Loose)	NR	NR	-
		Pilibanga (Loose)	NA	NA	-
	Nagaur	Nagaur (Loose)	NA	3500	-
	Churu	Churu (Delivery)	NA	NA	-
	Alwar	Alwar (Loose)	NA	NA	-
Haryana	Hisar	Adampur (Loose)	3620	3600	20
		Adampur (Delivery)	3801	3780	21
	Bhiwani	Bhiwani (Delivery)	3650	3650	Unch
		Siwani (Loose)	3680	3660	20
	Sirsa	Sirsa (Loose)	3550	3765	-215
		Dhabwali (Loose)	3500	3600	-100

5<sup>th</sup> March, 2020

		Dhabwali (Delivery)	3675	3780	-105
		Ellanabad (Loose)	3500	3715	-215
Gujarat	Fatehabad	Fatehabad (Loose)	3550	3500	50
	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	3555	2950	605
	Rajkot	Rajkot (Loose)	3525	3475	50
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	6400	6150	250
	Alwar	Alwar	NA	NA	-
	Hanumangarh	Nohar	NR	NR	-
Haryana	Bhiwani	Bhiwani	6150	6125	25
	Sirsa	Sirsa	6350	6200	150
		Dhabwali	6350	6200	150
		Ellanabad	6300	6100	200
	Fatehabad	Fatehabad	6300	6200	100

## Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			4-Mar-20	3-Mar-20	
Rajasthan	Jodhpur	Jodhpur	9	NA	-
	Sri-Ganganagar	Sri-Ganganagar	500	500	Unch
		Rawla	NR	150	-
		Gharsana	NR	126	-
		Raisinghnagar	100	150	-50
	Bikaner	Bikaner	700	700	Unch
		Nokha	350	300	50
		Khajuwala	500	1000	-500
		Lunkaransar	150	200	-50
	Hanumangarh	Hanumangarh	20	50	-30
		Nohar	NR	NR	-
		Pilibanga	NA	NA	-
	Nagaur	Nagaur	NA	70	-
	Churu	Churu	NA	NA	-
	Alwar	Alwar	NA	NA	-
Haryana	Hisar	Adampur	1000	1500	-500
	Bhiwani	Bhiwani	250	150	100
		Siwani	200	300	-100



5<sup>th</sup> March, 2020

	Sirsa	Sirsa	400	250	150
		Dhabwali	100	100	Unch
		Ellanabad	100	100	Unch
	Fatehabad	Fatehabad	50	50	Unch
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	10	4	6
	Rajkot	Rajkot	75	35	40
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			4514	5735	-884

### Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/disclaimer.php> © 2019 Indian Agribusiness Systems Ltd.