

Domestic Fundamentals:

- Mostly firm tone are continued in Guarseed spot markets today in fear of less stocks availability of guarseed. Guargum prices also rose due to good millers demand.
- All India weekly average prices are lower by 0.66 percent to Rs. 3413.99 per quintal during the week ended 5<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 11.26 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 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 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 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 also increase on improved millers demand.*

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

Guar Seed									
Contract	+/- \$	Open	High	Low	Close	Volume	Vol. Change	OI	OI Change
Mar-20	+0.21	3806	3850	3790	3826	18940	-13,880	29575	-5490
Apr-20	+0.37	3790	3830	3772	3818	35575	-11,895	61310	1865

Guar Gum									
Contract	+/- \$	Open	High	Low	Close	Volume	Vol. Change	OI	OI Change
Mar-20	+0.49	6333	6422	6285	6367	8495	-3350	11620	-1,540
Apr-20	+0.53	6410	6494	6360	6445	16640	-3865	46820	2,100

Guar Seed Stock Position & EDD:				
Stocks	Demat	In-Process	Total	EDD
	4-Mar-20	4-Mar-20	4-Mar-20	1-Mar-20
Bikaner	14250	-	14250	8089
Deesa	-	-	0	0
Sri Ganganagar	2729	-	2729	1576
Jodhpur	-	-	0	0
Nokha	326	-	326	366

Guar Gum Stock Position & EDD:				
Stocks	Demat	In-Process	Total	EDD
	5-Mar-20	5-Mar-20	5-Mar-20	5-Mar-20
Deesa	0	-	0	0
Bikaner	2369	-	2369	2057
Jodhpur	3663	-	3663	2966
Nokha	1435	50	1485	1384
Sri Ganganagar	2152	-	2152	2821

Churi and Korma Prices:		5-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:		5-March-20	5-March-20
	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		65	889
Guargum Powder	200 Mesh 5000 CPS	85	1162
	200 Mesh 3500 CPS	80	1094
Guargum Meal	Meal 40%	28	383
	Meal 50%	32	438

Guar Seed Prices at Key Spot Markets:					
Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			5-Mar-20	4-Mar-20	
--Rajasthan	Jodhpur	Jodhpur (Loose)	3850	3725	125
		Jodhpur(Delivery)	4043	3911	131
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3615	3600	15
		Sri-Ganganagar (Delivery)	3765	3750	15
		Rawla (Loose)	NR	NR	-
		Gharsana (Loose)	NR	NR	-
		Raisinghnagar (Loose)	3600	3550	50
	Bikaner	Bikaner (Loose)	3780	3740	40
		Bikaner (Delivery)	3969	3927	42
		Nokha(Loose)	3650	3580	70
		Nokha (Delivery)	3833	3759	74
		Khajuwala (Loose)	3550	3550	Unch
		Khajuwala (Delivery)	3728	3728	Unch
		Lunkaransar (Loose)	3600	3620	-20
	Hanumangarh	Hanumangarh (Loose)	3520	3500	20
		Hanumangarh (Delivery)	3696	3675	21
		Nohar (Loose)	NR	NR	-
		Pilibanga (Loose)	NA	NA	-
	Nagaur	Nagaur (Loose)	3500	NA	-
	Churu	Churu (Delivery)	NA	NA	-
	Alwar	Alwar (Loose)	NA	NA	-
Haryana	Hisar	Adampur (Loose)	3600	3620	-20
		Adampur (Delivery)	3780	3801	-21
	Bhiwani	Bhiwani (Delivery)	3650	3650	Unch
		Siwani (Loose)	3730	3680	50
	Sirsa	Sirsa (Loose)	3580	3550	30
		Dhabwali (Loose)	3550	3500	50



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

		Dhabwali (Delivery)	3728	3675	53
		Ellanabad (Loose)	3530	3500	30
	Fatehabad	Fatehabad (Loose)	NR	3550	-
	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	3675	3555	120
Gujarat	Rajkot	Rajkot (Loose)	3525	3525	Unch
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	6500	6400	100
	Alwar	Alwar	NA	NA	-
	Hanumangarh	Nohar	NR	NR	-
Haryana	Bhiwani	Bhiwani	6150	6150	Unch
	Sirsa	Sirsa	6400	6350	50
		Dhabwali	6400	6350	50
		Ellanabad	6400	6300	100
	Fatehabad	Fatehabad	NR	6300	-

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			4-Mar-20	3-Mar-20	
Rajasthan	Jodhpur	Jodhpur	NA	9	-
	Sri-Ganganagar	Sri-Ganganagar	500	500	Unch
		Rawla	NR	NR	-
		Gharsana	NR	NR	-
		Raisinghnagar	100	100	Unch
	Bikaner	Bikaner	600	700	-100
		Nokha	400	350	50
		Khajuwala	700	500	200
		Lunkaransar	100	150	-50
	Hanumangarh	Hanumangarh	25	20	5
		Nohar	NR	NR	-
		Pilibanga	NA	NA	-
	Nagaur	Nagaur	50	NA	-
	Churu	Churu	NA	NA	-
	Alwar	Alwar	NA	NA	-
Haryana	Hisar	Adampur	500	1000	-500
	Bhiwani	Bhiwani	200	250	-50
		Siwani	500	200	300



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

	Sirsa	Sirsa	150	400	-250
		Dhabwali	150	100	50
		Ellanabad	80	100	-20
	Fatehabad	Fatehabad	NR	50	-
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	16	10	6
	Rajkot	Rajkot	40	75	-35
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			4111	4514	-394

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