

Domestic Fundamentals:

- Mostly firm trends are seen in Guarseed market after fresh buying activities of stockiest at few centers. Price of Guargum showed strong rebound firm demand of millers and exporters. The fear of Covid-19 is impacting on the guar gum industry.
- All India weekly average prices declined by 3.65 percent to Rs. 3305.72 per quintal during the week ended 13<sup>th</sup> Mar 2020. Guar seed (Cluster bean seeds) average price were ruling at Rs. 3431.29 per quintal during 1<sup>st</sup> March to 8<sup>th</sup> March 2020. As compared to prices in the week 9-15 March 2019, the prices are lower by 14.85%. Prices are expected to move in steady to weak tone in coming days on less demand of crushers after weak demand of gum in the overseas markets. Major buyers like U.S and Russia are very slow due to major fall in oil industry. There is no shipment in China and likely to take another two months once the conditions from coronavirus will improve. Churi prices may also decline due to weak demand in poultry firms on impact of Covid-19.
- Weak prices of Churi and Korma is also affecting to guar seed prices. Guar seed and Guargum future prices of March month contracts rose today on speculative activities on lower price side.
- 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 3 to 793 as on 6<sup>th</sup> March 2020 compared to 790 in last week and down by 234 compared to 8<sup>th</sup> March 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 and Guargum prices are likely to trade in steady to weak zone in next day due to weak sentiments in the market.*

Guar Seed									
Contract	+/- \$	Open	High	Low	Close	Volume	Vol. Change	OI	OI Change
Mar-20	+3.70	3382	3538	3266	3528	11865	5,450	14725	-4650
Apr-20	+3.97	3280	3510	3242	3510	76525	53,070	54155	-5845

Guar Gum									
Contract	+/- \$	Open	High	Low	Close	Volume	Vol. Change	OI	OI Change
Mar-20	+1.76	5520	5653	5300	5617	5565	4095	1380	-2,385
Apr-20	+1.02	5578	5730	5355	5635	36820	34270	51570	-895

Guar Seed Stock Position & EDD:				
Stocks	Demat	In-Process	Total	EDD
	13-Mar-20	13-Mar-20	13-Mar-20	12-Mar-20
Bikaner	14131	20	14151	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 & EDD:				
Stocks	Demat	In-Process	Total	EDD
	13-Mar-20	13-Mar-20	13-Mar-20	12-Mar-20
Deesa	0	0	0	0
Bikaner	2449	40	2489	2057
Jodhpur	3544	0	3544	2966
Nokha	1375	0	1375	1384
Sri Ganganagar	2112	0	2112	2821

Churi and Korma Prices:		12-Mar-20
Commodity	Center	Rs/75kg
Churi	Jodhpur	2075
Korma	Jodhpur	2475
Churi	Sri Ganganagar	1875
Korma	Sri Ganganagar	2363

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Guar Export Prices:		12-Mar-20	12-Mar-20
	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		60	809
Guargum Powder	200 Mesh 5000 CPS	80	1079
	200 Mesh 3500 CPS	75	1011
Guargum Meal	Meal 40%	29	391
	Meal 50%	33	445

Guar Seed Prices at Key Spot Markets:					
Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			14-Mar-20	13-Mar-20	
Rajasthan	Jodhpur	Jodhpur (Loose)	3300	3200	100
		Jodhpur(Delivery)	3465	3360	105
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3200	3050	150
		Sri-Ganganagar (Delivery)	3350	3200	150
		Rawla (Loose)	NR	NR	-
		Gharsana (Loose)	NR	NR	-
		Raisinghnagar (Loose)	NA	NA	-
	Bikaner	Bikaner (Loose)	3300	3250	50
		Bikaner (Delivery)	3465	3413	53
		Nokha(Loose)	3400	3350	50
		Nokha (Delivery)	3570	3518	53
		Khajuwala (Loose)	3310	3350	-40
		Khajuwala (Delivery)	3476	3518	-42
		Lunkaransar (Loose)	3150	3150	Unch
	Hanumangarh	Hanumangarh (Loose)	NA	NA	-
		Hanumangarh (Delivery)	NA	NA	-
		Nohar (Loose)	NR	NR	-
		Pilibanga (Loose)	NA	NA	-
	Nagaur	Nagaur (Loose)	3250	3225	25
	Churu	Churu (Delivery)	NA	NA	-
	Alwar	Alwar (Loose)	NA	NA	-
Haryana	Hisar	Adampur (Loose)	3350	3350	Unch
		Adampur (Delivery)	3518	3518	Unch
	Bhiwani	Bhiwani (Delivery)	3300	3250	50
		Siwani (Loose)	3560	3425	135
	Sirsa	Sirsa (Loose)	3380	3330	50
		Dhabwali (Loose)	3280	3280	Unch

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		Dhabwali (Delivery)	3444	3444	Unch
		Ellanabad (Loose)	3250	3280	-30
	Fatehabad	Fatehabad (Loose)	3200	3100	100
Gujarat	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	3175	3555	-380
	Rajkot	Rajkot (Loose)	NA	NA	-
	Jamnagar	Dhrol (Loose)	NA	2950	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	5700	5600	100
	Alwar	Alwar	NA	NA	-
	Hanumangarh	Nohar	NR	NR	-
Haryana	Bhiwani	Bhiwani	5600	5350	250
	Sirsa	Sirsa	5700	5500	200
		Dhabwali	5400	5400	Unch
		Ellanabad	5600	5500	100
	Fatehabad	Fatehabad	5500	5400	100

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			14-Mar-20	13-Mar-20	
Rajasthan	Jodhpur	Jodhpur	NA	NA	-
	Sri-Ganganagar	Sri-Ganganagar	150	200	-50
		Rawla	NR	NR	-
		Gharsana	NR	NR	-
		Raisinghnagar	NA	NA	-
	Bikaner	Bikaner	200	150	50
		Nokha	300	250	50
		Khajuwala	300	200	100
		Lunkaransar	90	100	-10
	Hanumangarh	Hanumangarh	NA	NA	-
		Nohar	NR	NR	-
		Pilibanga	NA	NA	-
	Nagaur	Nagaur	NA	50	-
	Churu	Churu	NA	NA	-
	Alwar	Alwar	NA	NA	-
Haryana	Hisar	Adampur	150	900	-750
	Bhiwani	Bhiwani	NA	NA	-
		Siwani	300	200	100



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	Sirsa	Sirsa	350	50	300
		Dhabwali	250	250	Unch
		Ellanabad	200	200	Unch
	Fatehabad	Fatehabad	NA	NA	-
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	3	27	-24
	Rajkot	Rajkot	NA	NA	-
	Jamnagar	Dhrol	NA	1	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			2293	2578	-285

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