

Domestic Fundamentals:

- Mixed trends are depicted in Guarseed markets amid mixed sentiments in the markets while Guar gum prices declined due to weak demand of millers and crushers
- All India weekly average prices declined by 1.66 percent to Rs. 3222.90 per quintal during the week ended 17th Mar 2020. Guar seed (Cluster bean seeds) average price were ruling at Rs. 3277.6 per quintal during 16th March to 23rd March 2020. As compared to prices in the week 16-23 March 2019, the prices are lower by 17.93%. Guarseed Prices are likely to move in steady to firm tone in coming days due to improved demand of stockiest at lower side however Guar gum may decline further due to sluggish demand of gum in domestic as well as in overseas market. 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.
- Steady prices of Churi and Korma is also affecting to guar seed prices. Guar seed future prices increased however Guargum future contracts declined amid selling pressures in the market 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 rings 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 792 as on 13th March 2020 compared to 793 in last week and down by 234 compared to 15th 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 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 prices may trade higher side amid less stock availability in next day however Guargum may decline due to weak demand.*

Guar Seed									
Contract	+/- \$	Open	High	Low	Close	Volume	Vol. Change	OI	OI Change
Mar-20	+0.47	3432	3488	3332	3456	1260	-3,725	4645	-7650
Apr-20	+1.24	3368	3434	3264	3420	49695	22,315	51075	-4510

Guar Gum									
Contract	+/- \$	Open	High	Low	Close	Volume	Vol. Change	OI	OI Change
Mar-20	-2.18	5274	5220	5064	5159	220	-610	290	-630
Apr-20	+1.01	5300	5345	5057	5320	26275	17495	44890	-6,510

Guar Seed Stock Position & EDD:

Stocks	Demat	In-Process	Total	EDD
	17-Mar-20	17-Mar-20	17-Mar-20	16-Mar-20
Bikaner	14131	20	14151	14129
Deesa	-	-	-	-
Sri Ganganagar	2729	-	2729	2730
Jodhpur	-	-	-	-
Nokha	326	-	-	-

Guar Gum Stock Position & EDD:

Stocks	Demat	In-Process	Total	EDD
	17-Mar-20	17-Mar-20	17-Mar-20	16-Mar-20
Deesa	-	-	-	-
Bikaner	2390	40	2430	2488
Jodhpur	3544	-	3544	3544
Nokha	1235	110	1345	1326
Sri Ganganagar	2112	-	2112	2112

Churi and Korma Prices:

		18-March-20
Commodity	Center	Units in Rs./75 kg.
Churi	Jodhpur	2075
Korma	Jodhpur	2475
Churi	Sri Ganganagar	1875
Korma	Sri Ganganagar	2381

Guar Export Prices:		18-Mar-20	18-Mar-20
	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		60	808
Guargum Powder	200 Mesh 5000 CPS	80	1077
	200 Mesh 3500 CPS	75	1010
Guargum Meal	Meal 40%	29	390
	Meal 50%	33	444

Guar Seed Prices at Key Spot Markets:					
Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			18-Mar-20	17-Mar-20	
--Rajasthan	Jodhpur	Jodhpur (Loose)	3300	3400	-100
		Jodhpur(Delivery)	3465	3570	-105
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3200	3250	-50
		Sri-Ganganagar (Delivery)	3350	3400	-50
		Rawla (Loose)	NR	NR	-
		Gharsana (Loose)	NR	NR	-
		Raisinghnagar (Loose)	NA	NA	-
	Bikaner	Bikaner (Loose)	3350	3300	50
		Bikaner (Delivery)	3518	3465	53
		Nokha(Loose)	3200	3400	-200
		Nokha (Delivery)	3360	3570	-210
		Khajuwala (Loose)	3350	3300	50
		Khajuwala (Delivery)	3518	3465	53
		Lunkaransar (Loose)	3250	3300	-50
	Hanumangarh	Hanumangarh (Loose)	3200	3200	Unch
		Hanumangarh (Delivery)	3360	3360	Unch
		Nohar (Loose)	NA	3285	-
		Pilibanga (Loose)	3200	3200	Unch
	Nagaur	Nagaur (Loose)	3220	3200	20
	Churu	Churu (Delivery)	NA	NA	-
	Alwar	Alwar (Loose)	NA	NA	-
Haryana	Hisar	Adampur (Loose)	3240	3225	15
		Adampur (Delivery)	3402	3386	16
	Bhiwani	Bhiwani (Delivery)	3400	3250	150
		Siwani (Loose)	3300	3350	-50
	Sirsa	Sirsa (Loose)	3200	3300	-100



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		Dhabwali (Loose)	3200	3260	-60
		Dhabwali (Delivery)	3360	3423	-63
		Ellanabad (Loose)	3150	3250	-100
	Fatehabad	Fatehabad (Loose)	3200	3150	50
Gujarat	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	NA	3525	-
	Rajkot	Rajkot (Loose)	NA	NA	-
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	5300	5400	-100
	Alwar	Alwar	NA	NA	-
	Hanumangarh	Nohar	NA	5300	-
Haryana	Bhiwani	Bhiwani	5400	5500	-100
	Sirsa	Sirsa	5100	5400	-300
		Dhabwali	5200	5400	-200
		Ellanabad	5300	5500	-200
	Fatehabad	Fatehabad	5400	5500	-100

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			18-Mar-20	17-Mar-20	
Guar Seed	Jodhpur	Jodhpur	5	8	-3
	Sri-Ganganagar	Sri-Ganganagar	500	500	Unch
		Rawla	NR	NR	-
		Gharsana	NR	NR	-
		Raisinghnagar	NA	NA	-
	Bikaner	Bikaner	200	150	50
		Nokha	150	200	-50
		Khajuwala	300	200	100
		Lunkaransar	200	150	50
	Hanumangarh	Hanumangarh	20	60	-40
		Nohar	NA	190	-
		Pilibanga	100	50	50
	Nagaur	Nagaur	NA	NA	-
	Churu	Churu	NA	NA	-
	Alwar	Alwar	NA	NA	-
Haryana	Hisar	Adampur	150	250	-100
	Bhiwani	Bhiwani	NA	NA	-



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		Siwani	200	250	-50
	Sirsa	Sirsa	250	350	-100
		Dhabwali	200	150	50
		Ellanabad	150	200	-50
	Fatehabad	Fatehabad	NA	NA	-
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	NA	31	-
	Rajkot	Rajkot	NA	NA	-
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			2425	2739	-93

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