

Domestic Fundamentals:

- Mixed trends are extended in Guarseed & Guar gum markets amid mixed sentiments in the markets.
- All India weekly average prices declined by 4.19 percent to Rs. 3140.15 per quintal during the week ended 19<sup>th</sup> Mar 2020. Guar seed (Cluster bean seeds) average price were ruling at Rs. 3277.6 per quintal during 16<sup>th</sup> March to 23<sup>rd</sup> 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 & Guar gum future prices declined on 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 13<sup>th</sup> March 2020 compared to 793 in last week and down by 234 compared to 15<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 declined in the month of February-20. Exports in the month of February-20 are lower by around 40% compared to previous month. India exported around 2020 tonnes of guar split in the month of February-20 at an average FoB of \$ 1119 per tonne. Of the total quantity, around 1700 tonnes have been exported to China.
- As per trade sources, export of guar gum has declined in the month of February-20 by 37.02 percent compared to previous month. India exported around 14598.22 tonnes of guar gum at an average FoB of \$ 2389.47 per tonne in the month of February-20 compared to 23178.89 tonnes in January-20 at an average FoB of \$ 1710.37 per tonne. Exports are expected to decline in March-20 on weak demand in overseas markets.

**Outlook:** *Guarseed prices may trade higher side amid less stock availability in next day however Guar gum may decline due to weak demand.*

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

Guar Seed									
Contract	+/- \$	Open	High	Low	Close	Volume	Vol. Change	OI	OI Change
Mar-20	-0.17	3422	3450	3382	3448	1545	285	3090	-1555
Apr-20	-0.06	3382	3456	3302	3402	37560	-12,135	49450	-1625

Guar Gum									
Contract	+/- \$	Open	High	Low	Close	Volume	Vol. Change	OI	OI Change
Mar-20	-0.58	5130	5315	5122	5140	375	155	315	25
Apr-20	-1.69	5211	5290	5061	5182	16140	-10135	42490	-2,400

Guar Seed Stock Position & EDD:				
Stocks	Demat	In-Process	Total	EDD
	18-Mar-20	18-Mar-20	18-Mar-20	16-Mar-20
Bikaner	14131	20	14151	14129
Deesa	-	-	0	-
Sri Ganganagar	2729	-	2729	2730
Jodhpur	-	-	0	-
Nokha	326	-	326	-

Guar Gum Stock Position & EDD:				
Stocks	Demat	In-Process	Total	EDD
	18-Mar-20	18-Mar-20	18-Mar-20	16-Mar-20
Deesa	-	-	-	-
Bikaner	2390	40	2430	2488
Jodhpur	3485	-	3485	3544
Nokha	1345	50	1395	1326
Sri Ganganagar	2112	-	2112	2112

Churi and Korma Prices:		19-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:		19-Mar-20	19-Mar-20
	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		60	810
Guargum Powder	200 Mesh 5000 CPS	80	1080
	200 Mesh 3500 CPS	75	1012
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			19-Mar-20	18-Mar-20	
--Rajasthan	Jodhpur	Jodhpur (Loose)	3225	3300	-75
		Jodhpur(Delivery)	3386	3465	-79
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3225	3200	25
		Sri-Ganganagar (Delivery)	3375	3350	25
		Rawla (Loose)	NR	NR	-
		Gharsana (Loose)	NR	NR	-
		Raisinghnagar (Loose)	NA	NA	-
	Bikaner	Bikaner (Loose)	3250	3350	-100
		Bikaner (Delivery)	3413	3518	-105
		Nokha(Loose)	3300	3200	100
		Nokha (Delivery)	3465	3360	105
		Khajuwala (Loose)	3340	3350	-10
		Khajuwala (Delivery)	3507	3518	-11
		Lunkaransar (Loose)	3200	3250	-50
	Hanumangarh	Hanumangarh (Loose)	3200	3200	Unch
		Hanumangarh (Delivery)	3360	3360	Unch
		Nohar (Loose)	NA	NA	-
		Pilibanga (Loose)	3150	3200	-50
	Nagaur	Nagaur (Loose)	3200	3220	-20
	Churu	Churu (Delivery)	NA	NA	-
	Alwar	Alwar (Loose)	NA	NA	-
Haryana	Hisar	Adampur (Loose)	3250	3240	10
		Adampur (Delivery)	3413	3402	11
	Bhiwani	Bhiwani (Delivery)	3300	3400	-100
		Siwani (Loose)	3400	3300	100
	Sirsa	Sirsa (Loose)	3200	3200	Unch
		Dhabwali (Loose)	3150	3200	-50



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

		Dhabwali (Delivery)	3308	3360	-53
		Ellanabad (Loose)	3100	3150	-50
Gujarat	Fatehabad	Fatehabad (Loose)	3150	3200	-50
	Banaskantha	Deesa (Loose)	NA	NA	-
	Patan	Patan (Loose)	3150	NA	-
	Rajkot	Rajkot (Loose)	NA	NA	-
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	5400	5300	100
	Alwar	Alwar	NA	NA	-
	Hanumangarh	Nohar	NA	NA	-
Haryana	Bhiwani	Bhiwani	5300	5400	-100
	Sirsa	Sirsa	5200	5100	100
		Dhabwali	5400	5200	200
		Ellanabad	5400	5300	100
	Fatehabad	Fatehabad	5300	5400	-100

### Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			19-Mar-20	18-Mar-20	
Guar Seed	Jodhpur	Jodhpur	7	5	2
	Sri-Ganganagar	Sri-Ganganagar	250	500	-250
		Rawla	NR	NR	-
		Gharsana	NR	NR	-
		Raisinghnagar	NA	NA	-
	Bikaner	Bikaner	100	200	-100
		Nokha	150	150	Unch
		Khajuwala	250	300	-50
		Lunkaransar	100	200	-100
	Hanumangarh	Hanumangarh	20	20	Unch
		Nohar	NA	NA	-
		Pilibanga	100	100	Unch
	Nagaur	Nagaur	NA	NA	-
	Churu	Churu	NA	NA	-
	Alwar	Alwar	NA	NA	-
Haryana	Hisar	Adampur	200	150	50
	Bhiwani	Bhiwani	NA	NA	-
		Siwani	400	200	200



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

	Sirsa	Sirsa	50	250	-200
		Dhabwali	NA	200	-
		Ellanabad	100	150	-50
	Fatehabad	Fatehabad	NA	NA	-
Gujarat	Banaskantha	Deesa	NA	NA	-
	Patan	Patan	5	NA	-
	Rajkot	Rajkot	NA	NA	-
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			2425	1732	-480

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