

**Domestic Fundamentals:**

- According to latest update, area sown in Gujarat until 03rd July 2017 is 2100 hectares compared to 800 hectares in the previous Kharif season. Area of guar is expected to be lower this season as farmers are shifting to other crops like cotton in irrigated areas and pulses in rain fed areas as these crops are fetching more returns. The last three year average normal area for guar seed in Gujarat is 292400 hectares.
- Government has imposed 5 percent GST on guar meal making it less competitive compared to other cattle feeds available in the market. Furthermore a 5 percent GST on guar gum has also upset export demand for the commodity. Trading activities are sluggish as traders are still unclear regarding various aspects of GST.
- As per market sources, in the month of May 2017 India has exported around 53066 tonnes of guar gum compared to around 54392 tonnes in April 2017. For financial year 2016-17, India exported around 4.23 lakh tonnes of guar gum have been exported compared to 3.25 lakh tonnes in financial year 2015-16 for the same period. The highest share was of USA followed by Norway and China.
- All India weekly average prices decreased by 3.16 percent to Rs. 3038.32 per quintal during the week ended 23rd June 2017. Guar seed average price were ruling at Rs 3137.32 per quintal during 09-15 June 2017. As compared to prices in the week 16-23 June 2016, the prices are firm by 9.82 percent. Prices are expected to remain range bound to slightly weak in coming days.
- The wholesale price index of guar seed has decreased from 90.3 in April 2017 to 84.9 in May 2017. The WPI for May 2017 is higher by 11.6 compared to last year for the same month and lower by 20.5 compared to May 2015.
- As per data released by baker hughes the number of oil rigs in USA has increased to 933 until 16<sup>th</sup> June up by 6 compared to last week and by 509 compared to 17<sup>th</sup> June 2016. Guar gum is used in hydraulic fracturing for extracting oil and gas; therefore, as the number of oilrigs is increasing demand for guar gum is also expected to increase. The number of oilrigs is expected to increase further in coming months, which will provide support to guar gum prices.
- As per market sources, in the month of April 2017 India has exported around 54392 tonnes of guar gum compared to around 23158 tonnes last year for the same month. For financial year 2016-17, India exported around 4.23 lakh tonnes of guar gum have been exported compared to 3.25 lakh tonnes in financial year 2015-16 for the same period. The highest share was of USA followed by Norway and China.

- According to third advance estimate for 2016-17 issued by Rajasthan's Department of Agriculture for Guar seed the area, production and yield are 3530007 hectares, 1404819 tonnes and 398 kg/hectare respectively. As compared to first advance estimate for 2016-17, the area, production and yield have decreased by 46932 hectares, 557605 tonnes and 151 kg/hectare respectively.

**Outlook:** Prices are likely to move steady to weak in coming days.

## Guar Seed 10MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
July-17	54	3182	3245	3182	3239	26110	-15,010	31990	-2,900
Oct-17	44	3341	3398	3341	3391	60220	-31,260	52990	1,600

## Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
July-17	89	6650	6739	6640	6725	8020	-2,775	13700	-1,545
Oct-17	74	7038	7111	7010	7100	15745	-6,340	37280	1,720

## Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	04-July-17	04-July-17	04-July-17	03-July-17
Bikaner	1424	0	1424	1424
Deesa	11434	10	11444	9454
Sri Ganganagar	1607	0	1607	1666
Jodhpur	239	0	239	239
Nokha	10	0	10	10

## Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	04-July-17	04-July-17	04-July-17	03-July-17
Deesa	60	0	60	60
Bikaner	7068	10	7078	7107
Jodhpur	6961	120	7081	7071
Nokha	6975	60	7035	6535
Sri Ganganagar	1058	0	1058	1083

## Churi and Korma Prices: As On 05th July, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1470
Korma	Jodhpur	1800
Churi	Sri Ganganagar	1294
Korma	Sri Ganganagar	1594

## Guar Export Prices: As On 05th July, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		68	1051
Guargum Powder	200 Mesh 5000 CPS	88	1360
	200 Mesh 3500 CPS	82	1267
Guargum Meal	Meal 40%	21	324
	Meal 50%	25	386

## Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			5-Jul-17	4-Jul-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3350	3275	75
		Jodhpur(Delivery)	3518	3439	79
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3200	Closed	-
		Sri-Ganganagar (Delivery)	3300	Closed	-
		Rawla (Loose)	3050	Closed	-
		Gharsana (Loose)	3060	Closed	-
		Raisinghnagar (Loose)	3100	NR	-
	Bikaner	Bikaner (Loose)	3160	3100	60
		Bikaner (Delivery)	3318	3255	63
		Nokha(Loose)	3125	Closed	-
		Nokha (Delivery)	3281	Closed	-
		Khajuwala (Loose)	3180	3130	50
		Khajuwala (Delivery)	3339	3287	53
		Lunkaransar (Loose)	3100	3100	Unch
	Hanumangarh	Hanumangarh (Loose)	3120	3150	-30
		Hanumangarh (Delivery)	3276	3308	-32
		Nohar (Loose)	3200	3170	30
		Pilibanga (Loose)	3150	3025	125
	Nagaur	Nagaur (Loose)	3200	3200	Unch
	Churu	Churu (Delivery)	3250	Closed	-
	Alwar	Alwar (Loose)	3000	Closed	-

Haryana	Hisar	Adampur (Loose)	3150	3100	50
		Adampur (Delivery)	3308	3255	53
	Bhiwani	Bhiwani (Delivery)	3300	3250	50
		Siwani (Loose)	3200	3225	-25
	Sirsa	Sirsa (Loose)	3125	3100	25
		Dhabwali (Loose)	3100	3100	Unch
		Dhabwali (Delivery)	3255	3255	Unch
		Ellanabad (Loose)	3100	3050	50
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	Closed	3140	-
	Patan	Patan (Loose)	Closed	Closed	-
	Rajkot	Rajkot (Loose)	Closed	Closed	-
	Jamnagar	Dhrol (Loose)	Closed	Closed	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	6850	6750	100
	Alwar	Alwar	6900	Closed	-
	Hanumangarh	Nohar	7000	6900	100
Haryana	Bhiwani	Bhiwani	7000	6900	100
	Sirsa	Sirsa	6800	6700	100
		Dhabwali	6800	6800	Unch
		Ellanabad	6750	6750	Unch
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			5-Jul-17	4-Jul-17	
Rajasthan	Jodhpur	Jodhpur	194	20	174
	Sri-Ganganagar	Sri-Ganganagar	200	Closed	-
		Rawla	50	Closed	-
		Gharsana	15	Closed	-
		Raisinghnagar	150	NR	-
	Bikaner	Bikaner	150	150	Unch
		Nokha	250	Closed	-
		Khajuwala	150	300	-150
		Lunkaransar	250	500	-250
	Hanumangarh	Hanumangarh	35	71	-36
		Nohar	700	50	650
		Pilibanga	100	50	50

	Nagaur	Nagaur	150	100	50
	Churu	Churu	500	Closed	-
	Alwar	Alwar	100	Closed	-
Haryana	Hisar	Adampur	200	200	Unch
	Bhiwani	Bhiwani	1000	400	600
		Siwani	500	500	Unch
	Sirsa	Sirsa	250	100	150
		Dhabwali	100	125	-25
		Ellanabad	100	100	Unch
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	Closed	350	-
	Patan	Patan	Closed	Closed	-
	Rajkot	Rajkot	Closed	Closed	-
	Jamnagar	Dhrol	Closed	Closed	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			5144	3016	2128

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