

**Domestic Fundamentals:**

- Mostly weak sentiments reported among major spot markets on Saturday amid lower arrivals.
- All India weekly average prices decreased by 0.77 percent to Rs. 3008.22 per quintal during the week ended 08th July 2017. Guar seed average price were ruling at Rs 3031.47 per quintal during 01-08 July 2017. As compared to prices in the week 01-08 July 2016, the prices are firm by 1.51 percent. Prices are expected to remain steady to weak in coming days.
- As per latest update by Rajasthan agriculture department, guar seed has been 601.4 thousand hectares until 27th June 2017 against a target of 3800 thousand hectares for current Kharif season. As compared to last year for the same date, area is up 491.7 thousand hectares. Last Kharif season guar was sown in 3530 thousand hectares. The last five year average area ending 2011-15 for guar seed in Rajasthan is 4424 thousand hectares.
- 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.
- 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.

**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	-62	3248	3286	3192	3203	27160	-1,160	21550	-6,270
Oct-17	-60	3420	3453	3355	3370	95040	-3,970	57940	5,170

## Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
July-17	-148	6745	6898	6625	6677	5885	340	9620	-2,420
Oct-17	-145	7134	7270	6992	7044	21250	1,635	39500	2,585

## Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	07-July-17	07-July-17	07-July-17	03-July-17
Bikaner	1374	0	1374	1424
Deesa	11395	0	11395	9454
Sri Ganganagar	1566	0	1566	1666
Jodhpur	239	0	239	239
Nokha	10	0	10	10

## Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	07-July-17	07-July-17	07-July-17	03-July-17
Deesa	60	0	60	60
Bikaner	6334	165	6499	7107
Jodhpur	7062	179	7241	7071
Nokha	6401	140	6541	6535
Sri Ganganagar	1253	0	1253	1083

## Churi and Korma Prices: As On 08th July, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1470
Korma	Jodhpur	1800
Churi	Sri Ganganagar	1313
Korma	Sri Ganganagar	1575

## Guar Export Prices: As On 07th July, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		68	1052
Guargum Powder	200 Mesh 5000 CPS	88	1362
	200 Mesh 3500 CPS	82	1269
Guargum Meal	Meal 40%	21	325
	Meal 50%	25	387

## Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			8-Jul-17	7-Jul-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3300	3415	-115
		Jodhpur(Delivery)	3465	3586	-121
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3150	3050	100
		Sri-Ganganagar (Delivery)	3250	3200	50
		Rawla (Loose)	3150	3100	50
		Gharsana (Loose)	3060	3125	-65
		Raisinghnagar (Loose)	3150	3150	Unch
	Bikaner	Bikaner (Loose)	3200	3250	-50
		Bikaner (Delivery)	3360	3413	-53
		Nokha(Loose)	3150	3200	-50
		Nokha (Delivery)	3308	3360	-53
		Khajuwala (Loose)	3150	3200	-50
		Khajuwala (Delivery)	3308	3360	-53
		Lunkaransar (Loose)	3100	3250	-150
	Hanumangarh	Hanumangarh (Loose)	3120	3165	-45
		Hanumangarh (Delivery)	3276	3323	-47
		Nohar (Loose)	3250	3200	50
		Pilibanga (Loose)	3025	3170	-145
	Nagaur	Nagaur (Loose)	3150	3150	Unch
	Churu	Churu (Delivery)	3300	3300	Unch
	Alwar	Alwar (Loose)	3050	3050	Unch

Haryana	Hisar	Adampur (Loose)	3175	3250	-75
		Adampur (Delivery)	3334	3413	-79
	Bhiwani	Bhiwani (Delivery)	3250	3300	-50
		Siwani (Loose)	3250	3250	Unch
	Sirsa	Sirsa (Loose)	3150	3200	-50
		Dhabwali (Loose)	3100	3150	-50
		Dhabwali (Delivery)	3255	3308	-53
		Ellanabad (Loose)	3100	3125	-25
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	Closed	Closed	-
	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	7050	-200
	Alwar	Alwar	7000	7000	Unch
	Hanumangarh	Nohar	7000	6900	100
Haryana	Bhiwani	Bhiwani	6900	7000	-100
	Sirsa	Sirsa	6750	6900	-150
		Dhabwali	6800	6900	-100
		Ellanabad	6800	6850	-50
	Fatehabad	Fatehabad	NR	NR	-

## Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			8-Jul-17	7-Jul-17	
Guar Seed	Jodhpur	Jodhpur	395	395	Unch
	Sri-Ganganagar	Sri-Ganganagar	400	500	-100
		Rawla	100	30	70
		Gharsana	50	40	10
		Raisinghnagar	100	100	Unch
	Bikaner	Bikaner	150	100	50
		Nokha	250	200	50
		Khajuwala	150	300	-150
		Lunkaransar	150	400	-250
	Hanumangarh	Hanumangarh	50	55	-5
		Nohar	700	700	Unch
		Pilibanga	50	80	-30

	Nagaur	Nagaur	150	150	Unch
	Churu	Churu	500	500	Unch
	Alwar	Alwar	100	100	Unch
Haryana	Hisar	Adampur	200	200	Unch
	Bhiwani	Bhiwani	400	1000	-600
		Siwani	600	500	100
	Sirsa	Sirsa	200	250	-50
		Dhabwali	30	100	-70
		Ellanabad	100	300	-200
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	Closed	Closed	-
	Patan	Patan	Closed	Closed	-
	Rajkot	Rajkot	Closed	Closed	-
	Jamnagar	Dhrol	Closed	Closed	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			4825	6000	-1175

## Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php> © 2017 Indian Agribusiness Systems Pvt Ltd.