

**Domestic Fundamentals:**

- *Mixed sentiments reported among major spot markets on Thursday amid higher arrivals.*
- *According to latest update, area sown in Gujarat until 10<sup>th</sup> July 2017 is 36400 hectares compared to 4400 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.*
- *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.*
- *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  | -21    | 3263 | 3271 | 3238 | 3242  | 760    | -2,240 | 1750  | -1,010 |
| Oct-17   | -18    | 3383 | 3407 | 3360 | 3374  | 69350  | -9,880 | 66500 | -1,890 |

## Guar Gum 5MT

| Contract | +/- \$ | Open | High | Low  | Close | Volume | Change | OI    | Change |
|----------|--------|------|------|------|-------|--------|--------|-------|--------|
| July-17  | -41    | 6791 | 6865 | 6750 | 6750  | 615    | -875   | 1780  | -290   |
| Oct-17   | -58    | 7034 | 7088 | 6962 | 6977  | 14545  | -3,005 | 41710 | -935   |

## Guar Seed Stock Position & Fed:

| Stocks         | Demat      | In-Process | Total      | FED        |
|----------------|------------|------------|------------|------------|
|                | 12-July-17 | 12-July-17 | 12-July-17 | 10-July-17 |
| Bikaner        | 1264       | 0          | 1264       | 1375       |
| Deesa          | 11316      | 10         | 11326      | 11316      |
| Sri Ganganagar | 1566       | 0          | 1566       | 1566       |
| Jodhpur        | 239        | 0          | 239        | 239        |
| Nokha          | 10         | 0          | 10         | 10         |

## Guar Gum Stock Position & Fed:

| Stocks         | Demat      | In-Process | Total      | FED        |
|----------------|------------|------------|------------|------------|
|                | 12-July-17 | 12-July-17 | 12-July-17 | 10-July-17 |
| Deesa          | 0          | 40         | 40         | 60         |
| Bikaner        | 6235       | 75         | 6310       | 6344       |
| Jodhpur        | 7170       | 70         | 7240       | 7131       |
| Nokha          | 5942       | 60         | 6002       | 6201       |
| Sri Ganganagar | 813        | 0          | 813        | 803        |

## Churi and Korma Prices: As On 13th July, 2017

| Commodity | Center         | Rs/75kg |
|-----------|----------------|---------|
| Churi     | Jodhpur        | 1500    |
| Korma     | Jodhpur        | 1850    |
| Churi     | Sri Ganganagar | 1369    |
| Korma     | Sri Ganganagar | 1650    |

## Guar Export Prices: As On 13th July, 2017

|                             | Variety           | Value (Rs/Kg) | Value (\$/MT) |
|-----------------------------|-------------------|---------------|---------------|
| Guargum/Split (Mundra Port) |                   | 70            | 1086          |
| Guargum Powder              | 200 Mesh 5000 CPS | 90            | 1397          |
|                             | 200 Mesh 3500 CPS | 85            | 1319          |
| Guargum Meal                | Meal 40%          | 21            | 326           |
|                             | Meal 50%          | 24            | 372           |

## Guar Seed Prices at Key Spot Markets:

| Commodity | District       | Centre                    | Prices (Rs/Qtl) |           | Change |
|-----------|----------------|---------------------------|-----------------|-----------|--------|
|           |                |                           | 13-Jul-17       | 12-Jul-17 |        |
| Guar Seed | Jodhpur        | Jodhpur (Loose)           | 3400            | 3400      | Unch   |
|           |                | Jodhpur(Delivery)         | 3570            | 3570      | Unch   |
|           | Sri-Ganganagar | Sri-Ganganagar(Loose)     | 3100            | 3150      | -50    |
|           |                | Sri-Ganganagar (Delivery) | 3250            | 3300      | -50    |
|           |                | Rawla (Loose)             | 3170            | 3150      | 20     |
|           |                | Gharsana (Loose)          | 3150            | 3220      | -70    |
|           |                | Raisinghnagar (Loose)     | 3175            | 3170      | 5      |
|           | Bikaner        | Bikaner (Loose)           | 3240            | 3260      | -20    |
|           |                | Bikaner (Delivery)        | 3402            | 3423      | -21    |
|           |                | Nokha(Loose)              | 3150            | 3110      | 40     |
|           |                | Nokha (Delivery)          | 3308            | 3266      | 42     |
|           |                | Khajuwala (Loose)         | 3230            | 3200      | 30     |
|           |                | Khajuwala (Delivery)      | 3392            | 3360      | 32     |
|           |                | Lunkaransar (Loose)       | 3200            | 3150      | 50     |
|           | Hanumangarh    | Hanumangarh (Loose)       | 3200            | 3240      | -40    |
|           |                | Hanumangarh (Delivery)    | 3360            | 3402      | -42    |
|           |                | Nohar (Loose)             | 3200            | 3225      | -25    |
|           |                | Pilibanga (Loose)         | 3100            | 3100      | Unch   |
|           | Nagaur         | Nagaur (Loose)            | 3150            | 3100      | 50     |
|           | Churu          | Churu (Delivery)          | 3200            | 3200      | Unch   |
|           | Alwar          | Alwar (Loose)             | 3000            | 3000      | Unch   |

|                |             |                     |        |        |      |
|----------------|-------------|---------------------|--------|--------|------|
| Haryana        | Hisar       | Adampur (Loose)     | 3200   | 3175   | 25   |
|                |             | Adampur (Delivery)  | 3360   | 3334   | 26   |
|                | Bhiwani     | Bhiwani (Delivery)  | 3350   | 3350   | Unch |
|                |             | Siwani (Loose)      | 3280   | 3300   | -20  |
|                | Sirsa       | Sirsa (Loose)       | 3220   | 3200   | 20   |
|                |             | Dhabwali (Loose)    | NA     | NA     | -    |
|                |             | Dhabwali (Delivery) | NA     | NA     | -    |
|                |             | Ellanabad (Loose)   | 3150   | 3125   | 25   |
|                | Fatehabad   | Fatehabad (Loose)   | 3100   | 3150   | -50  |
| 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             | 6900   | 6900   | Unch |
|                | Alwar       | Alwar               | 6800   | 6800   | Unch |
|                | Hanumangarh | Nohar               | 7000   | 7000   | Unch |
| Haryana        | Bhiwani     | Bhiwani             | 7000   | 6980   | 20   |
|                | Sirsa       | Sirsa               | 6900   | 6900   | Unch |
|                |             | Dhabwali            | NA     | NA     | -    |
|                |             | Ellanabad           | 7000   | 6950   | 50   |
|                | Fatehabad   | Fatehabad           | 7000   | 6700   | 300  |

| Guar Seed Arrivals in Key Centers |                |                |                     |           |        |
|-----------------------------------|----------------|----------------|---------------------|-----------|--------|
| Commodity                         | District       | Centre         | Arrivals (Quintals) |           | Change |
| Guar Seed                         |                |                | 13-Jul-17           | 12-Jul-17 |        |
| Rajasthan                         | Jodhpur        | Jodhpur        | 50                  | 75        | -25    |
|                                   | Sri-Ganganagar | Sri-Ganganagar | 200                 | 700       | -500   |
|                                   |                | Rawla          | 100                 | 125       | -25    |
|                                   |                | Gharsana       | 50                  | 50        | Unch   |
|                                   |                | Raisinghnagar  | 200                 | 300       | -100   |
|                                   | Bikaner        | Bikaner        | 250                 | 250       | Unch   |
|                                   |                | Nokha          | 300                 | 250       | 50     |
|                                   |                | Khajuwala      | 200                 | 200       | Unch   |
|                                   |                | Lunkaransar    | 100                 | 150       | -50    |
|                                   | Hanumangarh    | Hanumangarh    | 15                  | 100       | -85    |
|                                   |                | Nohar          | 700                 | 400       | 300    |
|                                   |                | Pilibanga      | 50                  | 50        | Unch   |

|                              |             |           |        |        |      |
|------------------------------|-------------|-----------|--------|--------|------|
|                              | Nagaur      | Nagaur    | 50     | 100    | -50  |
|                              | Churu       | Churu     | 500    | 500    | Unch |
|                              | Alwar       | Alwar     | 100    | 100    | Unch |
| Haryana                      | Hisar       | Adampur   | 300    | 100    | 200  |
|                              | Bhiwani     | Bhiwani   | 800    | 500    | 300  |
|                              |             | Siwani    | 800    | 500    | 300  |
|                              | Sirsa       | Sirsa     | 200    | 250    | -50  |
|                              |             | Dhabwali  | NA     | NA     | -    |
|                              |             | Ellanabad | 60     | 100    | -40  |
|                              | Fatehabad   | Fatehabad | 10     | 10     | Unch |
| 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 |             |           | 5035   | 4810   | 225  |

## 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.