

**Domestic Fundamentals:**

- Mostly weak sentiments reported among major spot markets on Monday amid lower arrivals.
- All India weekly average prices increased by 1.51 percent to Rs. 3053.76 per quintal during the week ended 15th July 2017. Guar seed average price were ruling at Rs 3008.22 per quintal during 01-08 July 2017. As compared to prices in the week 09-15 July 2016, the prices are weak by 0.69 percent. Prices are expected to remain steady to weak in coming days.
- The wholesale price index of guar seed has decreased from 84.9 in May 2017 to 78.5 in June 2017. The WPI for June 2017 is higher by 6.40 compared to last year for the same month and lower by 27.4 compared to June 2015.
- As per latest update by Rajasthan agriculture department, guar seed has been sown in 1559.0 thousand hectares until 10th July 2017 against a target of 3800 thousand hectares for current Kharif season. As compared to last year for the same date, area is up 769.2 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 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.
- 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.
- 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	-53	3364	3364	3280	3291	220	-540	1150	-600
Oct-17	-76	3431	3436	3381	3382	92230	22,880	67790	1,290

## Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
July-17	-209	6825	6969	6779	6779	640	25	1115	-665
Oct-17	-207	7105	7132	6973	6981	16835	2,290	42100	390

## Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	15-July-17	15-July-17	15-July-17	10-July-17
Bikaner	1264	0	1264	1375
Deesa	11316	0	11316	11316
Sri Ganganagar	1526	0	1526	1566
Jodhpur	239	0	239	239
Nokha	10	0	10	10

## Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	15-July-17	15-July-17	15-July-17	10-July-17
Deesa	0	40	40	60
Bikaner	5991	0	5991	6344
Jodhpur	7250	0	7250	7131
Nokha	5543	60	5603	6201
Sri Ganganagar	713	0	713	803

## Churi and Korma Prices: As On 17th July, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1500
Korma	Jodhpur	1830
Churi	Sri Ganganagar	1350
Korma	Sri Ganganagar	1613

## Guar Export Prices: As On 17th July, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		71	1103
Guargum Powder	200 Mesh 5000 CPS	91	1414
	200 Mesh 3500 CPS	86	1336
Guargum Meal	Meal 40%	21	326
	Meal 50%	25	388

## Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			17-Jul-17	15-Jul-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3425	3470	-45
		Jodhpur(Delivery)	3596	3644	-47
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3240	3250	-10
		Sri-Ganganagar (Delivery)	3400	3400	Unch
		Rawla (Loose)	Closed	3225	-
		Gharsana (Loose)	Closed	3250	-
		Raisinghnagar (Loose)	Closed	3280	-
	Bikaner	Bikaner (Loose)	3225	3280	-55
		Bikaner (Delivery)	3386	3444	-58
		Nokha(Loose)	3230	3250	-20
		Nokha (Delivery)	3392	3413	-21
		Khajuwala (Loose)	3250	3320	-70
		Khajuwala (Delivery)	3413	3486	-74
		Lunkaransar (Loose)	3200	3300	-100
	Hanumangarh	Hanumangarh (Loose)	3250	3300	-50
		Hanumangarh (Delivery)	3413	3465	-53
		Nohar (Loose)	3250	3350	-100
		Pilibanga (Loose)	3225	3300	-75
	Nagaur	Nagaur (Loose)	3250	3200	50
	Churu	Churu (Delivery)	3300	3300	Unch
	Alwar	Alwar (Loose)	3000	3000	Unch

Haryana	Hisar	Adampur (Loose)	3275	3325	-50
		Adampur (Delivery)	3439	3491	-53
	Bhiwani	Bhiwani (Delivery)	3400	3425	-25
		Siwani (Loose)	3350	3400	-50
	Sirsa	Sirsa (Loose)	3250	3325	-75
		Dhabwali (Loose)	3050	3300	-250
		Dhabwali (Delivery)	3203	3465	-263
		Ellanabad (Loose)	3200	3250	-50
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3175	Closed	-
	Patan	Patan (Loose)	Closed	Closed	-
	Rajkot	Rajkot (Loose)	3100	Closed	-
	Jamnagar	Dhrol (Loose)	Closed	Closed	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7000	7100	-100
	Alwar	Alwar	7000	7000	Unch
	Hanumangarh	Nohar	7000	7200	-200
Haryana	Bhiwani	Bhiwani	7000	7250	-250
	Sirsa	Sirsa	7050	7100	-50
		Dhabwali	7000	7200	-200
		Ellanabad	6950	7200	-250
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			17-Jul-17	15-Jul-17	
Rajasthan	Jodhpur	Jodhpur	60	80	-20
	Sri-Ganganagar	Sri-Ganganagar	300	500	-200
		Rawla	Closed	60	-
		Gharsana	Closed	80	-
		Raisinghnagar	Closed	200	-
	Bikaner	Bikaner	250	200	50
		Nokha	50	100	-50
		Khajuwala	125	200	-75
		Lunkaransar	300	70	230
	Hanumangarh	Hanumangarh	15	10	5
		Nohar	400	200	200
		Pilibanga	40	10	30

	Nagaur	Nagaur	200	80	120
	Churu	Churu	500	500	Unch
	Alwar	Alwar	100	100	Unch
Haryana	Hisar	Adampur	400	500	-100
	Bhiwani	Bhiwani	700	500	200
		Siwani	500	800	-300
	Sirsa	Sirsa	250	300	-50
		Dhabwali	30	50	-20
		Ellanabad	125	100	25
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	200	Closed	-
	Patan	Patan	Closed	Closed	-
	Rajkot	Rajkot	15	Closed	-
	Jamnagar	Dhrol	Closed	Closed	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			4560	4640	-80

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