

**Domestic Fundamentals:**

- Mostly weak sentiments reported among major spot markets on Saturday amid lower arrivals.
- All India weekly average prices increased by 0.90 percent to Rs. 3081.28 per quintal during the week ended 23rd July 2017. Guar seed average price were ruling at Rs 3053.76 per quintal during 09-15 July 2017. As compared to prices in the week 16-23 July 2016, the prices are weak by 13.16 percent. Prices are expected to remain steady to weak in coming days.
- As per latest update by Rajasthan agriculture department, guar seed has been sown in 1688.5 thousand hectares until 17th 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 664.7 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 17th July 2017 is 83100 hectares compared to 39400 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.
- 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.
- 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
Oct-17	-1	3413	3445	3408	3421	56840	-20,280	65790	30
Nov-17	29	3464	3482	3433	3468	1390	960	2490	450

## Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	-28	7075	7110	7018	7037	10335	-3,515	41465	-65
Nov-17	-189	7150	7200	7127	7152	20	-	15	-

## Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	21-July-17	21-July-17	21-July-17	17-July-17
Bikaner	1154	0	1154	1265
Deesa	11316	0	11316	11316
Sri Ganganagar	1436	0	1436	1526
Jodhpur	239	0	239	239
Nokha	10	0	10	10

## Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	21-July-17	21-July-17	21-July-17	17-July-17
Deesa	40	0	40	40
Bikaner	5976	60	6036	5990
Jodhpur	7210	0	7210	7199
Nokha	5532	10	5542	5523
Sri Ganganagar	698	0	698	713

## Churi and Korma Prices: As On 21th July, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1475
Korma	Jodhpur	1800
Churi	Sri Ganganagar	1350
Korma	Sri Ganganagar	1673

## Guar Export Prices: As On 21th July, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		70	1088
Guargum Powder	200 Mesh 5000 CPS	90	1399
	200 Mesh 3500 CPS	85	1322
Guargum Meal	Meal 40%	20	311
	Meal 50%	24	373

## Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			22-Jul-17	21-Jul-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3450	3450	Unch
		Jodhpur(Delivery)	3623	3623	Unch
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3225	3250	-25
		Sri-Ganganagar (Delivery)	3400	3415	-15
		Rawla (Loose)	3200	3230	-30
		Gharsana (Loose)	3150	3180	-30
		Raisinghnagar (Loose)	NR	3230	-
	Bikaner	Bikaner (Loose)	3270	3270	Unch
		Bikaner (Delivery)	3434	3434	Unch
		Nokha(Loose)	3215	3210	5
		Nokha (Delivery)	3215	3371	-156
		Khajuwala (Loose)	3250	NR	-
		Khajuwala (Delivery)	3413	NR	-
		Lunkaransar (Loose)	3300	3200	100
	Hanumangarh	Hanumangarh (Loose)	3200	3200	Unch
		Hanumangarh (Delivery)	3360	3360	Unch
		Nohar (Loose)	3300	3300	Unch
		Pilibanga (Loose)	NR	NR	-
	Nagaur	Nagaur (Loose)	3150	3250	-100
	Churu	Churu (Delivery)	3300	3300	Unch
	Alwar	Alwar (Loose)	3000	3000	Unch

Haryana	Hisar	Adampur (Loose)	3250	3250	Unch
		Adampur (Delivery)	3450	3450	Unch
	Bhiwani	Bhiwani (Delivery)	3370	3400	-30
		Siwani (Loose)	3380	3380	Unch
	Sirsa	Sirsa (Loose)	3240	3225	15
		Dhabwali (Loose)	3250	3250	Unch
		Dhabwali (Delivery)	3413	3413	Unch
		Ellanabad (Loose)	NR	NR	-
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	Closed	3100	-
	Patan	Patan (Loose)	3045	3070	-25
	Rajkot	Rajkot (Loose)	NA	3100	-
	Jamnagar	Dhrol (Loose)	Closed	Closed	-
Madhya Pradesh	Gwalior	Dabra (Loose)	Closed	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7000	7000	Unch
	Alwar	Alwar	6900	6900	Unch
	Hanumangarh	Nohar	7000	7000	Unch
Haryana	Bhiwani	Bhiwani	6950	7000	-50
	Sirsa	Sirsa	7000	7050	-50
		Dhabwali	7000	7000	Unch
		Ellanabad	6900	NR	-
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			22-Jul-17	21-Jul-17	
Rajasthan	Jodhpur	Jodhpur	13	13	Unch
	Sri-Ganganagar	Sri-Ganganagar	300	500	-200
		Rawla	60	50	10
		Gharsana	30	50	-20
		Raisinghnagar	150	150	Unch
	Bikaner	Bikaner	250	250	Unch
		Nokha	200	300	-100
		Khajuwala	300	NR	-
		Lunkaransar	150	200	-50
	Hanumangarh	Hanumangarh	12	14	-2
		Nohar	600	600	Unch
		Pilibanga	NR	NR	-

	Nagaur	Nagaur	125	150	-25
	Churu	Churu	200	500	-300
	Alwar	Alwar	50	200	-150
Haryana	Hisar	Adampur	400	400	Unch
	Bhiwani	Bhiwani	700	600	100
		Siwani	400	600	-200
	Sirsa	Sirsa	300	200	100
		Dhabwali	100	100	Unch
		Ellanabad	50	NR	-
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	Closed	300	-
	Patan	Patan	13	51	-38
	Rajkot	Rajkot	NA	100	-
	Jamnagar	Dhrol	Closed	Closed	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			4403	5328	-925

## 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.