

Domestic Fundamentals:

- Mostly firm sentiments reported among major spot markets on Tuesday amid higher arrivals.
- According to latest update, area sown in Gujarat until 24th July 2017 is 145200 hectares compared to 53800 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.
- As per latest update by Rajasthan agriculture department, guar seed has been sown in 1914.8 thousand hectares until 20th 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 1339.3 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.
- As per IMD, India has received cumulative rainfall of 103% of the benchmark LPA. The northwest and central regions have received rainfall with 116% and 113% of the LPA respectively whereas the southern peninsula and east/north-east region have received rainfall with 91% and 90% of the LPA respectively. IMD has further forecasted that rainfall is likely to decrease between July 27 and August 02. The only regions suffering with deficient rains include Kerala, Parts of Karnataka and Tamil Nadu.
- 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.
- 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 data released by baker hughes the number of oil rigs in USA has increased to 933 until 16th June up by 6 compared to last week and by 509 compared to 17th 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	+19	3410	3449	3410	3429	51200	-3,380	67490	-420
Nov-17	+24	3456	3480	3456	3472	540	-1,250	2660	+130

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	+38	6995	7076	6995	7031	7630	-4,115	41910	+205
Nov-17	0	7152	7152	7152	7152	-	-	-	-

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	24-July-17	24-July-17	24-July-17	24-July-17
Bikaner	1154	0	1154	1154
Deesa	11317	20	11337	11317
Sri Ganganagar	1436	0	1436	1436
Jodhpur	239	0	239	239
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	24-July-17	24-July-17	24-July-17	24-July-17
Deesa	40	0	40	40
Bikaner	6036	0	6036	6036
Jodhpur	7210	0	7210	7210
Nokha	5582	60	5642	5582
Sri Ganganagar	698	0	698	698

Churi and Korma Prices: As On 25th July, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1425
Korma	Jodhpur	1819
Churi	Sri Ganganagar	1313
Korma	Sri Ganganagar	1650

Guar Export Prices: As On 25th 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	1321
Guargum Meal	Meal 40%	20	311
	Meal 50%	24	373

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			25-July-17	24-Jul-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3430	3400	30
		Jodhpur(Delivery)	3602	3570	32
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3250	3225	25
		Sri-Ganganagar (Delivery)	3400	3400	Unch
		Rawla (Loose)	3248	3200	48
		Gharsana (Loose)	3220	3195	25
		Raisinghnagar (Loose)	3240	3215	25
	Bikaner	Bikaner (Loose)	3100	3220	-120
		Bikaner (Delivery)	3255	3381	-126
		Nokha(Loose)	3210	3200	10
		Nokha (Delivery)	3371	3360	11
		Khajuwala (Loose)	3270	3240	30
		Khajuwala (Delivery)	3434	3402	32
		Lunkaransar (Loose)	3300	3200	100
	Hanumangarh	Hanumangarh (Loose)	3160	3200	-40
		Hanumangarh (Delivery)	3318	3360	-42
		Nohar (Loose)	3350	3350	Unch
		Pilibanga (Loose)	NA	NA	-
	Nagaur	Nagaur (Loose)	3150	3100	50
	Churu	Churu (Delivery)	3350	3300	50

	Alwar	Alwar (Loose)	3100	3000	100
Haryana	Hisar	Adampur (Loose)	3200	3250	-50
		Adampur (Delivery)	3400	3450	-50
	Bhiwani	Bhiwani (Delivery)	3350	3350	Unch
		Siwani (Loose)	3325	3315	10
	Sirsa	Sirsa (Loose)	3190	3225	-35
		Dhabwali (Loose)	3080	3000	80
		Dhabwali (Delivery)	3234	3150	84
		Ellanabad (Loose)	3200	3150	50
	Fatehabad	Fatehabad (Loose)	3150	3200	-50
Gujarat	Banaskantha	Deesa (Loose)	Closed	Closed	-
	Patan	Patan (Loose)	Closed	Closed	-
	Rajkot	Rajkot (Loose)	3000	NA	-
	Jamnagar	Dhrol (Loose)	NA	Closed	-
Madhya Pradesh	Gwalior	Dabra (Loose)	Closed	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7000	6900	100
	Alwar	Alwar	6950	6900	50
	Hanumangarh	Nohar	7000	7000	Unch
Haryana	Bhiwani	Bhiwani	6900	6900	Unch
	Sirsa	Sirsa	6950	6950	Unch
		Dhabwali	6900	6900	Unch
		Ellanabad	7000	6900	100
	Fatehabad	Fatehabad	7000	7000	Unch

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			25-Jul-17	24-Jul-17	
Rajasthan	Jodhpur	Jodhpur	15	15	Unch
	Sri-Ganganagar	Sri-Ganganagar	1000	600	400
		Rawla	150	50	100
		Gharsana	100	70	30
		Raisinghnagar	250	500	-250
	Bikaner	Bikaner	250	227	23
		Nokha	200	150	50
		Khajuwala	300	200	100
		Lunkaransar	250	300	-50
	Hanumangarh	Hanumangarh	10	12	-2
		Nohar	300	200	100

		Pilibanga	NA	NA	-
	Nagaur	Nagaur	250	100	150
	Churu	Churu	500	200	300
	Alwar	Alwar	200	50	150
Haryana	Hisar	Adampur	300	400	-100
	Bhiwani	Bhiwani	700	800	-100
		Siwani	500	1500	-1000
	Sirsa	Sirsa	700	500	200
		Dhabwali	150	100	50
		Ellanabad	50	50	Unch
	Fatehabad	Fatehabad	NA	NA	-
Gujarat	Banaskantha	Deesa	Closed	Closed	-
	Patan	Patan	Closed	Closed	-
	Rajkot	Rajkot	70	NA	-
	Jamnagar	Dhrol	NA	Closed	-
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			6245	6024	221

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