

**Domestic Fundamentals:**

- Mostly weak sentiments reported among major spot markets on Wednesday amid lower arrivals.
- All India average monthly prices for guar seed decreased by 0.73 percent from Rs 3014.58 in June to Rs 2992.66 per qtl in July-2017. Average price (July) is lower by 3.93 percent compared to price (Rs 3115.10 per qtl.) registered in July -2016. Guar prices are expected to remain range bound to weak in coming month.
- As per latest update by Rajasthan agriculture department, guar seed has been sown in 2406.6 thousand hectares until 31st 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 815.3 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.
- According to latest update, area sown in Gujarat until 31st July 2017 is 161200 hectares compared to 88400 hectares in the previous Kharif season. Area of guar is expected to be lower this season due to recent crop loss. Furthermore farmers are also 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 IMD, since the beginning of south-west monsoon the rains have been well distributed all over India except few areas in the south. The cumulative rainfall until Sunday in the country has been around 102 percent of the LPA and it is expected to be 99% of LPA in August which has 29 percent share in the overall monsoon rains. Until 28th July around 75 percent of Kharif sowing is done and because of normal rainfall this year better crop can be expected under normal conditions.
- 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 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 firm in coming days.

## Guar Seed 10MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	-26	3610	3610	3566	3581	76880	-35,160	67650	-3,410
Nov-17	-23	3635	3642	3610	3624	1450	-1,520	4940	130

## Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	-25	7570	7620	7490	7550	19000	-6,455	41920	-1,270
Nov-17	-96	7755	7717	7609	7659	385	-120	880	240

## Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	1-Aug-17	1-Aug-17	1-Aug-17	31-July-17
Bikaner	1154	0	1154	1154
Deesa	11337	0	11337	11336
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
	1-Aug-17	1-Aug-17	1-Aug-17	31-July-17
Deesa	40	0	40	40
Bikaner	6086	20	6106	6035
Jodhpur	7240	259	7499	7160
Nokha	5831	0	5831	5832
Sri Ganganagar	699	0	699	698

**Churi and Korma Prices: As On 02nd August, 2017**

Commodity	Center	Rs/75kg
Churi	Jodhpur	1425
Korma	Jodhpur	1781
Churi	Sri Ganganagar	1238
Korma	Sri Ganganagar	1650

**Guar Export Prices: As On 02nd August, 2017**

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		74	1141
Guargum Powder	200 Mesh 5000 CPS	94	1450
	200 Mesh 3500 CPS	89	1373
Guargum Meal	Meal 40%	21	324
	Meal 50%	24	370

**Guar Seed Prices at Key Spot Markets:**

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			2-Aug-17	1-Aug-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3550	3600	-50
		Jodhpur(Delivery)	3728	3780	-53
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3350	3350	Unch
		Sri-Ganganagar (Delivery)	3500	3575	-75
		Rawla (Loose)	3315	3400	-85
		Gharsana (Loose)	3350	3390	-40
		Raisinghnagar (Loose)	3400	3450	-50
	Bikaner	Bikaner (Loose)	3350	3330	20
		Bikaner (Delivery)	3518	3497	21
		Nokha(Loose)	3320	3350	-30
		Nokha (Delivery)	3486	3518	-32
		Khajuwala (Loose)	3440	3440	Unch
		Khajuwala (Delivery)	3612	3612	Unch
		Lunkaransar (Loose)	3400	3400	Unch
	Hanumangarh	Hanumangarh (Loose)	3200	3200	Unch
		Hanumangarh (Delivery)	3360	3360	Unch
		Nohar (Loose)	3400	3425	-25
		Pilibanga (Loose)	3200	3210	-10
	Nagaur	Nagaur (Loose)	3250	3250	Unch
	Churu	Churu (Delivery)	3500	3700	-200
	Alwar	Alwar (Loose)	3200	3300	-100
Haryana	Hisar	Adampur (Loose)	3400	3425	-25

	Bhiwani	Adampur (Delivery)	3570	3596	-26
		Bhiwani (Delivery)	3470	3500	-30
		Siwani (Loose)	3450	3480	-30
	Sirsa	Sirsa (Loose)	3390	3375	15
		Dhabwali (Loose)	3300	3200	100
		Dhabwali (Delivery)	3465	3360	105
		Ellanabad (Loose)	3300	3300	Unch
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3225	3475	-250
	Patan	Patan (Loose)	3275	3225	50
	Rajkot	Rajkot (Loose)	3220	3225	-5
	Jamnagar	Dhrol (Loose)	NA	3070	-
Madhya Pradesh	Gwalior	Dabra (Loose)	3075	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7550	7550	Unch
	Alwar	Alwar	7600	7400	200
	Hanumangarh	Nohar	7300	7400	-100
Haryana	Bhiwani	Bhiwani	7300	7450	-150
	Sirsa	Sirsa	7500	7500	Unch
		Dhabwali	7600	7500	100
		Ellanabad	7500	7500	Unch
	Fatehabad	Fatehabad	NR	NR	-

## Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			2-Aug-17	1-Aug-17	
Guar Seed	Jodhpur	Jodhpur	65	25	40
	Sri-Ganganagar	Sri-Ganganagar	500	800	-300
		Rawla	150	200	-50
		Gharsana	30	50	-20
		Raisinghnagar	250	400	-150
	Bikaner	Bikaner	200	330	-130
		Nokha	250	200	50
		Khajuwala	200	300	-100
		Lunkaransar	60	200	-140
	Hanumangarh	Hanumangarh	10	50	-40
		Nohar	300	400	-100
		Pilibanga	50	65	-15
	Nagaur	Nagaur	125	150	-25

	<b>Churu</b>	Churu	500	100	<b>400</b>
	<b>Alwar</b>	Alwar	200	100	<b>100</b>
<b>Haryana</b>	<b>Hisar</b>	Adampur	300	400	<b>-100</b>
	<b>Bhiwani</b>	Bhiwani	1500	1200	<b>300</b>
		Siwani	500	500	<b>Unch</b>
	<b>Sirsa</b>	Sirsa	300	300	<b>Unch</b>
		Dhabwali	150	200	<b>-50</b>
		Ellanabad	50	50	<b>Unch</b>
	<b>Fatehabad</b>	Fatehabad	NR	NR	<b>-</b>
<b>Gujarat</b>	<b>Banaskantha</b>	Deesa	322	350	<b>-28</b>
	<b>Patan</b>	Patan	21	15	<b>6</b>
	<b>Rajkot</b>	Rajkot	150	100	<b>50</b>
	<b>Jamnagar</b>	Dhrol	NA	2	<b>-</b>
<b>Madhya Pradesh</b>	<b>Gwalior</b>	Dabra	42	NA	<b>-</b>
<b>Total Arrivals/Above Markets</b>			<b>6225</b>	<b>6487</b>	<b>-262</b>

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