

**Domestic Fundamentals:**

- Mostly firm sentiments reported among major spot markets on Thursday amid higher 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	57	3580	3649	3575	3639	97110	20,230	70060	2,410
Nov-17	55	3639	3690	3630	3682	2840	1,390	5320	380

## Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	154	7550	7750	7503	7710	25685	6,685	43300	1,380
Nov-17	170	7716	7855	7712	7819	425	40	905	25

## Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	2-Aug-17	2-Aug-17	2-Aug-17	31-July-17
Bikaner	1154	0	1154	1154
Deesa	11336	10	11346	11336
Sri Ganganagar	1406	0	1406	1436
Jodhpur	239	0	239	239
Nokha	10	0	10	10

## Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	2-Aug-17	2-Aug-17	2-Aug-17	31-July-17
Deesa	40	0	40	40
Bikaner	6106	0	6106	6035
Jodhpur	7359	224	7583	7160
Nokha	5831	20	5851	5832
Sri Ganganagar	659	0	659	698

## Churi and Korma Prices: As On 03rd 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 03rd August, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		74	1163
Guargum Powder	200 Mesh 5000 CPS	94	1477
	200 Mesh 3500 CPS	89	1399
Guargum Meal	Meal 40%	21	330
	Meal 50%	24	377

## Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			3-Aug-17	2-Aug-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3600	3550	50
		Jodhpur(Delivery)	3780	3728	53
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3350	3350	Unch
		Sri-Ganganagar (Delivery)	3570	3500	70
		Rawla (Loose)	3315	3315	Unch
		Gharsana (Loose)	3350	3350	Unch
		Raisinghnagar (Loose)	3400	3400	Unch
	Bikaner	Bikaner (Loose)	3370	3350	20
		Bikaner (Delivery)	3539	3518	21
		Nokha(Loose)	3360	3320	40
		Nokha (Delivery)	3528	3486	42
		Khajuwala (Loose)	3450	3440	10
		Khajuwala (Delivery)	3623	3612	11
		Lunkaransar (Loose)	3350	3400	-50
	Hanumangarh	Hanumangarh (Loose)	3225	3200	25
		Hanumangarh (Delivery)	3386	3360	26
		Nohar (Loose)	3425	3400	25
		Pilibanga (Loose)	3190	3200	-10
	Nagaur	Nagaur (Loose)	3250	3250	Unch
	Churu	Churu (Delivery)	3500	3500	Unch
	Alwar	Alwar (Loose)	3200	3200	Unch
Haryana	Hisar	Adampur (Loose)	3350	3400	-50

	<b>Bhiwani</b>	Adampur (Delivery)	3518	3570	<b>-53</b>
		Bhiwani (Delivery)	3550	3470	<b>80</b>
		Siwani (Loose)	3490	3450	<b>40</b>
	<b>Sirsa</b>	Sirsa (Loose)	3400	3390	<b>10</b>
		Dhabwali (Loose)	3340	3300	<b>40</b>
		Dhabwali (Delivery)	3507	3465	<b>42</b>
		Ellanabad (Loose)	3325	3300	<b>25</b>
	<b>Fatehabad</b>	Fatehabad (Loose)	NR	NR	<b>-</b>
<b>Gujarat</b>	<b>Banaskantha</b>	Deesa (Loose)	3500	3225	<b>275</b>
	<b>Patan</b>	Patan (Loose)	3205	3275	<b>-70</b>
	<b>Rajkot</b>	Rajkot (Loose)	3250	3220	<b>30</b>
	<b>Jamnagar</b>	Dhrol (Loose)	NA	NA	<b>-</b>
<b>Madhya Pradesh</b>	<b>Gwalior</b>	Dabra (Loose)	3075	3075	<b>Unch</b>
<b>Guar Gum</b>					
<b>Rajasthan</b>	<b>Jodhpur</b>	Jodhpur	7700	7550	<b>150</b>
	<b>Alwar</b>	Alwar	7600	7600	<b>Unch</b>
	<b>Hanumangarh</b>	Nohar	7600	7300	<b>300</b>
<b>Haryana</b>	<b>Bhiwani</b>	Bhiwani	7650	7300	<b>350</b>
	<b>Sirsa</b>	Sirsa	7600	7500	<b>100</b>
		Dhabwali	7700	7600	<b>100</b>
		Ellanabad	7600	7500	<b>100</b>
	<b>Fatehabad</b>	Fatehabad	NR	NR	<b>-</b>

**Guar Seed Arrivals in Key Centers**

Commodity	District	Centre	Arrivals (Quintals)		Change
			3-Aug-17	2-Aug-17	
<b>Guar Seed</b>	<b>Jodhpur</b>	Jodhpur	10	65	<b>-55</b>
	<b>Sri-Ganganagar</b>	Sri-Ganganagar	500	500	<b>Unch</b>
		Rawla	250	150	<b>100</b>
		Gharsana	50	30	<b>20</b>
		Raisinghnagar	250	250	<b>Unch</b>
	<b>Bikaner</b>	Bikaner	300	200	<b>100</b>
		Nokha	250	250	<b>Unch</b>
		Khajuwala	300	200	<b>100</b>
		Lunkaransar	300	60	<b>240</b>
	<b>Hanumangarh</b>	Hanumangarh	40	10	<b>30</b>
		Nohar	600	300	<b>300</b>
		Pilibanga	50	50	<b>Unch</b>
	<b>Nagaur</b>	Nagaur	150	125	<b>25</b>

	<b>Churu</b>	Churu	500	500	Unch
	<b>Alwar</b>	Alwar	200	200	Unch
<b>Haryana</b>	<b>Hisar</b>	Adampur	200	300	-100
	<b>Bhiwani</b>	Bhiwani	2000	1500	500
		Siwani	500	500	Unch
	<b>Sirsa</b>	Sirsa	700	300	400
		Dhabwali	50	150	-100
		Ellanabad	100	50	50
	<b>Fatehabad</b>	Fatehabad	NR	NR	-
<b>Gujarat</b>	<b>Banaskantha</b>	Deesa	350	322	28
	<b>Patan</b>	Patan	23	21	2
	<b>Rajkot</b>	Rajkot	100	150	-50
	<b>Jamnagar</b>	Dhrol	NA	NA	-
<b>Madhya Pradesh</b>	<b>Gwalior</b>	Dabra	40	42	-2
<b>Total Arrivals/Above Markets</b>			<b>7813</b>	<b>6225</b>	<b>1588</b>

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