

**Domestic Fundamentals:**

- Guar seed continued to extend its previous gain among major spot markets at the weekend too amid decreased arrival..
- 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	105	3649	3743	3648	3739	113210	16,100	70280	220
Nov-17	109	3725	3786	3716	3786	2620	-220	5500	180

## Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	231	7751	7942	7750	7942	24240	-1,445	43415	115
Nov-17	264	7935	8075	7921	8075	440	15	1055	150

## Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	4-Aug-17	4-Aug-17	4-Aug-17	31-July-17
Bikaner	1154	0	1154	1154
Deesa	10690	29	10719	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
	4-Aug-17	4-Aug-17	4-Aug-17	31-July-17
Deesa	0	40	40	40
Bikaner	6105	20	6125	6035
Jodhpur	7370	164	7534	7160
Nokha	5831	20	5851	5832
Sri Ganganagar	649	0	649	698

## Churi and Korma Prices: As On 05th August, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1425
Korma	Jodhpur	1763
Churi	Sri Ganganagar	1275
Korma	Sri Ganganagar	1631

## Guar Export Prices: As On 05th August, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		79	1241
Guargum Powder	200 Mesh 5000 CPS	98	1539
	200 Mesh 3500 CPS	93	1460
Guargum Meal	Meal 40%	21	330
	Meal 50%	24	377

## Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			5-Aug-17	4-Aug-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3650	3650	Unch
		Jodhpur(Delivery)	3833	3833	Unch
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3400	3400	Unch
		Sri-Ganganagar (Delivery)	3600	3600	Unch
		Rawla (Loose)	3570	3350	220
		Gharsana (Loose)	3460	3380	80
		Raisinghnagar (Loose)	3660	3460	200
	Bikaner	Bikaner (Loose)	3450	3400	50
		Bikaner (Delivery)	3623	3570	53
		Nokha(Loose)	3470	3450	20
		Nokha (Delivery)	3644	3623	21
		Khajuwala (Loose)	3600	3520	80
		Khajuwala (Delivery)	3780	3696	84
		Lunkaransar (Loose)	3500	3450	50
	Hanumangarh	Hanumangarh (Loose)	3400	3250	150
		Hanumangarh (Delivery)	3570	3413	158
		Nohar (Loose)	3600	3500	100
		Pilibanga (Loose)	3400	3250	150
	Nagaur	Nagaur (Loose)	3375	3250	125
	Churu	Churu (Delivery)	3550	3500	50
	Alwar	Alwar (Loose)	3250	3200	50
Haryana	Hisar	Adampur (Loose)	3500	3400	100

	Bhiwani	Adampur (Delivery)	3675	3570	105
		Bhiwani (Delivery)	3650	3380	270
		Siwani (Loose)	3525	3525	Unch
	Sirsa	Sirsa (Loose)	3450	3440	10
		Dhabwali (Loose)	3425	3400	25
		Dhabwali (Delivery)	3596	3570	26
		Ellanabad (Loose)	3500	3350	150
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3400	3400	Unch
	Patan	Patan (Loose)	3325	3285	40
	Rajkot	Rajkot (Loose)	3375	NA	-
	Jamnagar	Dhrol (Loose)	NA	2875	-
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	3100	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7900	7800	100
	Alwar	Alwar	7700	7600	100
	Hanumangarh	Nohar	7900	7700	200
Haryana	Bhiwani	Bhiwani	7900	7790	110
	Sirsa	Sirsa	7900	7700	200
		Dhabwali	8100	7800	300
		Ellanabad	7800	7700	100
	Fatehabad	Fatehabad	NR	NR	-

## Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			5-Aug-17	4-Aug-17	
Guar Seed	Jodhpur	Jodhpur	10	10	Unch
	Sri-Ganganagar	Sri-Ganganagar	500	500	Unch
		Rawla	150	200	-50
		Gharsana	50	50	Unch
		Raisinghnagar	150	150	Unch
	Bikaner	Bikaner	200	250	-50
		Nokha	250	300	-50
		Khajuwala	200	200	Unch
		Lunkaransar	200	200	Unch
	Hanumangarh	Hanumangarh	30	50	-20
		Nohar	800	1000	-200
		Pilibanga	100	100	Unch
	Nagaur	Nagaur	100	150	-50

	<b>Churu</b>	Churu	400	500	<b>-100</b>
	<b>Alwar</b>	Alwar	200	200	<b>Unch</b>
<b>Haryana</b>	<b>Hisar</b>	Adampur	400	300	<b>100</b>
	<b>Bhiwani</b>	Bhiwani	1300	1000	<b>300</b>
		Siwani	800	600	<b>200</b>
	<b>Sirsa</b>	Sirsa	400	600	<b>-200</b>
		Dhabwali	50	100	<b>-50</b>
		Ellanabad	100	15	<b>85</b>
	<b>Fatehabad</b>	Fatehabad	NR	NR	<b>-</b>
<b>Gujarat</b>	<b>Banaskantha</b>	Deesa	400	400	<b>Unch</b>
	<b>Patan</b>	Patan	124	65	<b>59</b>
	<b>Rajkot</b>	Rajkot	250	NA	<b>-</b>
	<b>Jamnagar</b>	Dhrol	NA	1	<b>-</b>
<b>Madhya Pradesh</b>	<b>Gwalior</b>	Dabra	NA	40	<b>-</b>
<b>Total Arrivals/Above Markets</b>			<b>7164</b>	<b>6981</b>	<b>183</b>

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