

Domestic Fundamentals:

- Mostly firm sentiments reported among major spot markets on Wednesday amid lower arrivals.
- According to latest update, area sown in Gujarat until 08th August 2017 is 167700 hectares compared to 116700 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.
- All India weekly average prices decreased by 0.16 percent to Rs. 3076.47 per quintal during the week ended 31st July 2017. Guar seed average price were ruling at Rs 3081.28 per quintal during 16-23 July 2017. As compared to prices in the week 24-31 July 2016, the prices are weak by 6.86 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 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.
- 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 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 firm in coming days.

Guar Seed 10MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	-41	3820	3858	3785	3790	140300	-840	72090	-2,520
Nov-17	-46	3865	3900	3826	3826	3390	-880	6400	-230

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	-153	8205	8265	8025	8040	33285	2,705	43620	-355
Nov-17	-166	8263	8366	8150	8150	1135	160	2040	395

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	8-Aug-17	8-Aug-17	8-Aug-17	7-Aug-17
Bikaner	964	0	964	964
Deesa	10685	30	10715	10625
Sri Ganganagar	1347	0	1347	1347
Jodhpur	239	0	239	239
Nokha	10	0	10	10

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	8-Aug-17	8-Aug-17	8-Aug-17	7-Aug-17
Deesa	0	40	40	40
Bikaner	5836	0	5836	5816
Jodhpur	7444	80	7524	7434
Nokha	5811	110	5921	5812
Sri Ganganagar	449	0	449	449

Churi and Korma Prices: As On 09th August, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1400
Korma	Jodhpur	1750
Churi	Sri Ganganagar	1163
Korma	Sri Ganganagar	1575

Guar Export Prices: As On 09th August, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		79	1239
Guargum Powder	200 Mesh 5000 CPS	98	1537
	200 Mesh 3500 CPS	93	1459
Guargum Meal	Meal 40%	21	329
	Meal 50%	24	377

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			9-Aug-17	8-Aug-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3700	3700	Unch
		Jodhpur(Delivery)	3885	3885	Unch
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3450	3350	100
		Sri-Ganganagar (Delivery)	3650	3600	50
		Rawla (Loose)	3550	3500	50
		Gharsana (Loose)	3550	3460	90
		Raisinghnagar (Loose)	3500	3450	50
	Bikaner	Bikaner (Loose)	3600	3600	Unch
		Bikaner (Delivery)	3780	3780	Unch
		Nokha(Loose)	3550	3450	100
		Nokha (Delivery)	3728	3623	105
		Khajuwala (Loose)	3650	3550	100
		Khajuwala (Delivery)	3833	3728	105
		Lunkaransar (Loose)	3550	3450	100
	Hanumangarh	Hanumangarh (Loose)	NA	3400	-
		Hanumangarh (Delivery)	NA	3570	-
		Nohar (Loose)	NA	3600	-
		Pilibanga (Loose)	NA	3400	-
	Nagaur	Nagaur (Loose)	3400	3250	150
	Churu	Churu (Delivery)	3700	3700	Unch
	Alwar	Alwar (Loose)	3400	3400	Unch

Haryana	Hisar	Adampur (Loose)	3525	3470	55
		Adampur (Delivery)	3701	3644	58
	Bhiwani	Bhiwani (Delivery)	3700	3550	150
		Siwani (Loose)	3650	3550	100
	Sirsa	Sirsa (Loose)	3525	3430	95
		Dhabwali (Loose)	3600	3550	50
		Dhabwali (Delivery)	3780	3728	53
		Ellanabad (Loose)	3500	NA	-
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3475	3400	75
	Patan	Patan (Loose)	3455	3305	150
	Rajkot	Rajkot (Loose)	3425	3335	90
	Jamnagar	Dhrol (Loose)	3215	2710	505
Madhya Pradesh	Gwalior	Dabra (Loose)	NA	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8100	7850	250
	Alwar	Alwar	7800	7800	Unch
	Hanumangarh	Nohar	NA	7900	-
Haryana	Bhiwani	Bhiwani	8100	7850	250
	Sirsa	Sirsa	8150	8000	150
		Dhabwali	8200	8200	Unch
		Ellanabad	8000	NA	-
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
			9-Aug-17	8-Aug-17	
Guar Seed	Jodhpur	Jodhpur	30	10	20
	Sri-Ganganagar	Sri-Ganganagar	450	700	-250
		Rawla	200	100	100
		Gharsana	50	50	Unch
		Raisinghnagar	200	500	-300
	Bikaner	Bikaner	250	200	50
		Nokha	300	350	-50
		Khajuwala	250	300	-50
		Lunkaransar	100	300	-200
	Hanumangarh	Hanumangarh	NA	30	-
		Nohar	NA	500	-
		Pilibanga	NA	NA	-

	Nagaur	Nagaur	80	150	-70
	Churu	Churu	2000	2000	Unch
	Alwar	Alwar	100	100	Unch
Haryana	Hisar	Adampur	700	700	Unch
	Bhiwani	Bhiwani	2000	800	1200
		Siwani	500	800	-300
	Sirsa	Sirsa	300	500	-200
		Dhabwali	100	125	-25
		Ellanabad	100	NA	-
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	350	380	-30
	Patan	Patan	56	60	-4
	Rajkot	Rajkot	300	100	200
	Jamnagar	Dhrol	3	3	Unch
Madhya Pradesh	Gwalior	Dabra	NA	NA	-
Total Arrivals/Above Markets			8419	8758	-339

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