

Domestic Fundamentals:

- Mostly firm sentiments reported among major spot markets on Friday amid higher 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	137	3782	3914	3767	3906	141090	-3,200	75890	3,490
Nov-17	140	3826	3950	3815	3950	3610	-1,560	7210	520

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	300	7899	8199	7889	8185	27370	-5,680	43955	480
Nov-17	300	8020	8320	8020	8320	1130	-690	2520	305

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	10-Aug-17	10-Aug-17	10-Aug-17	7-Aug-17
Bikaner	963	0	963	964
Deesa	10715	0	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
	10-Aug-17	10-Aug-17	10-Aug-17	7-Aug-17
Deesa	0	40	40	40
Bikaner	5837	0	5737	5816
Jodhpur	7504	149	7653	7434
Nokha	5932	50	5982	5812
Sri Ganganagar	429	0	429	449

Churi and Korma Prices: As On 11th August, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1400
Korma	Jodhpur	1800
Churi	Sri Ganganagar	1200
Korma	Sri Ganganagar	1575

Guar Export Prices: As On 11th August, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		80	1247
Guargum Powder	200 Mesh 5000 CPS	100	1559
	200 Mesh 3500 CPS	95	1481
Guargum Meal	Meal 40%	20	312
	Meal 50%	23	358

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			11-Aug-17	10-Aug-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3750	3775	-25
		Jodhpur(Delivery)	3938	3964	-26
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3500	3550	-50
		Sri-Ganganagar (Delivery)	3700	3700	Unch
		Rawla (Loose)	3560	3580	-20
		Gharsana (Loose)	3550	3500	50
		Raisinghnagar (Loose)	3725	3560	165
	Bikaner	Bikaner (Loose)	3620	3550	70
		Bikaner (Delivery)	3801	3728	74
		Nokha(Loose)	3560	3550	10
		Nokha (Delivery)	3738	3728	11
		Khajuwala (Loose)	3640	3625	15
		Khajuwala (Delivery)	3822	3806	16
		Lunkaransar (Loose)	3600	3600	Unch
	Hanumangarh	Hanumangarh (Loose)	NA	NA	-
		Hanumangarh (Delivery)	NA	NA	-
		Nohar (Loose)	3600	NA	-
		Pilibanga (Loose)	NA	NA	-
	Nagaur	Nagaur (Loose)	3350	3350	Unch
	Churu	Churu (Delivery)	3800	3800	Unch
	Alwar	Alwar (Loose)	3600	3600	Unch

Haryana	Hisar	Adampur (Loose)	3500	3500	Unch
		Adampur (Delivery)	3675	3675	Unch
	Bhiwani	Bhiwani (Delivery)	3700	3650	50
		Siwani (Loose)	3600	3650	-50
	Sirsa	Sirsa (Loose)	3500	3525	-25
		Dhabwali (Loose)	3500	3500	Unch
		Dhabwali (Delivery)	3675	3675	Unch
		Ellanabad (Loose)	3500	3450	50
	Fatehabad	Fatehabad (Loose)	NR	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3475	3425	50
	Patan	Patan (Loose)	3400	3470	-70
	Rajkot	Rajkot (Loose)	3475	3395	80
	Jamnagar	Dhrol (Loose)	NA	3205	-
Madhya Pradesh	Gwalior	Dabra (Loose)	3355	NA	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7950	8100	-150
	Alwar	Alwar	8050	8050	Unch
	Hanumangarh	Nohar	8000	NA	-
Haryana	Bhiwani	Bhiwani	8200	8200	Unch
	Sirsa	Sirsa	8100	8100	Unch
		Dhabwali	8000	8100	-100
		Ellanabad	8100	8050	50
	Fatehabad	Fatehabad	NR	NR	-

Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			11-Aug-17	10-Aug-17	
Rajasthan	Jodhpur	Jodhpur	10	142	-132
	Sri-Ganganagar	Sri-Ganganagar	600	50	550
		Rawla	150	150	Unch
		Gharsana	20	100	-80
		Raisinghnagar	150	100	50
	Bikaner	Bikaner	400	300	100
		Nokha	400	350	50
		Khajuwala	500	300	200
		Lunkaransar	200	150	50
	Hanumangarh	Hanumangarh	NA	NA	-
		Nohar	500	NA	-
		Pilibanga	NA	NA	-

	Nagaur	Nagaur	100	150	-50
	Churu	Churu	500	500	Unch
	Alwar	Alwar	200	200	Unch
Haryana	Hisar	Adampur	500	600	-100
	Bhiwani	Bhiwani	2000	2000	Unch
		Siwani	600	800	-200
	Sirsa	Sirsa	500	500	Unch
		Dhabwali	150	100	50
		Ellanabad	50	60	-10
	Fatehabad	Fatehabad	NR	NR	-
Gujarat	Banaskantha	Deesa	350	380	-30
	Patan	Patan	43	75	-32
	Rajkot	Rajkot	200	200	Unch
	Jamnagar	Dhrol	NA	1	-
Madhya Pradesh	Gwalior	Dabra	10	NA	-
Total Arrivals/Above Markets			8133	7208	925

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