

**Domestic Fundamentals:**

- Mostly weak sentiments reported among major spot markets on Wednesday amid lower arrivals.
- According to latest update, area sown in Gujarat until 14th August 2017 is 180800 hectares compared to 119500 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 increased by 4.76 percent to Rs. 3222.89 per quintal during the week ended 08th August 2017. Guar seed average price were ruling at Rs 3076.47 per quintal during 01-08 August 2017. As compared to prices in the week 01-08 August 2016, the prices are weak by 6.79 percent. Prices are expected to remain steady to firm in coming days.
- As per latest update by Rajasthan agriculture department, guar seed has been sown in 2826.5 thousand hectares until 10th August 2017 against a target of 3800 thousand hectares for current Kharif season. As compared to last year for the same date, area is up 431.0 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 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	63	3822	3914	3747	3912	180080	164,350	79430	2,280
Nov-17	64	3877	3955	3791	3955	5260	1,960	7930	590

## Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	123	8030	8175	7790	8175	38975	6,435	44110	1,270
Nov-17	138	8084	8285	7901	8275	1540	525	3025	315

## Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	14-Aug-17	14-Aug-17	14-Aug-17	14-Aug-17
Bikaner	963	0	963	964
Deesa	10430	286	10716	10429
Sri Ganganagar	1347	0	1347	1347
Jodhpur	239	0	239	239
Nokha	-	-	-	-

## Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	14-Aug-17	14-Aug-17	14-Aug-17	14-Aug-17
Deesa	40	0	40	40
Bikaner	5184	0	5184	5183
Jodhpur	7544	159	7703	7543
Nokha	5467	60	5527	5466
Sri Ganganagar	429	0	429	429

## Churi and Korma Prices: As On 16th August, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1432
Korma	Jodhpur	1819
Churi	Sri Ganganagar	1239
Korma	Sri Ganganagar	1594

## Guar Export Prices: As On 16th August, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		79	1230
Guargum Powder	200 Mesh 5000 CPS	98	1526
	200 Mesh 3500 CPS	93	1448
Guargum Meal	Meal 40%	20	311
	Meal 50%	23	358

## Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			16-Aug-17	12-Aug-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	3750	3700	50
		Jodhpur(Delivery)	3938	3885	53
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3550	3500	50
		Sri-Ganganagar (Delivery)	3700	3700	Unch
		Rawla (Loose)	3560	Closed	-
		Gharsana (Loose)	3425	Closed	-
		Raisinghnagar (Loose)	3700	3750	-50
	Bikaner	Bikaner (Loose)	3650	3720	-70
		Bikaner (Delivery)	3833	3906	-74
		Nokha(Loose)	3500	3680	-180
		Nokha (Delivery)	3675	3864	-189
		Khajuwala (Loose)	3640	3750	-110
		Khajuwala (Delivery)	3822	3938	-116
		Lunkaransar (Loose)	3500	3700	-200
	Hanumangarh	Hanumangarh (Loose)	3475	NA	-
		Hanumangarh (Delivery)	3649	NA	-
		Nohar (Loose)	3500	3600	-100
		Pilibanga (Loose)	NA	NA	-
	Nagaur	Nagaur (Loose)	3550	3500	50
	Churu	Churu (Delivery)	3600	3800	-200
	Alwar	Alwar (Loose)	3400	3600	-200

Haryana	Hisar	Adampur (Loose)	3450	3550	-100
		Adampur (Delivery)	3623	3728	-105
	Bhiwani	Bhiwani (Delivery)	3650	3725	-75
		Siwani (Loose)	3600	3680	-80
	Sirsa	Sirsa (Loose)	3525	3550	-25
		Dhabwali (Loose)	3425	3550	-125
		Dhabwali (Delivery)	3596	3728	-131
		Ellanabad (Loose)	3400	3500	-100
	Fatehabad	Fatehabad (Loose)	3500	NR	-
Gujarat	Banaskantha	Deesa (Loose)	3450	Closed	-
	Patan	Patan (Loose)	3335	3505	-170
	Rajkot	Rajkot (Loose)	Closed	3525	-
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	3200	Closed	-
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	7900	7950	-50
	Alwar	Alwar	8000	8050	-50
	Hanumangarh	Nohar	7700	8000	-300
Haryana	Bhiwani	Bhiwani	8100	8250	-150
	Sirsa	Sirsa	7850	8200	-350
		Dhabwali	8000	8200	-200
		Ellanabad	7800	8100	-300
	Fatehabad	Fatehabad	7600	NR	-

## Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			16-Aug-17	12-Aug-17	
Rajasthan	Jodhpur	Jodhpur	20	6	14
	Sri-Ganganagar	Sri-Ganganagar	700	600	100
		Rawla	100	Closed	-
		Gharsana	60	Closed	-
		Raisinghnagar	100	500	-400
	Bikaner	Bikaner	200	200	Unch
		Nokha	250	600	-350
		Khajuwala	400	400	Unch
		Lunkaransar	250	500	-250
	Hanumangarh	Hanumangarh	70	NA	-
		Nohar	700	500	200
		Pilibanga	NA	NA	-

	<b>Nagaur</b>	Nagaur	150	350	<b>-200</b>
	<b>Churu</b>	Churu	200	500	<b>-300</b>
	<b>Alwar</b>	Alwar	300	200	<b>100</b>
<b>Haryana</b>	<b>Hisar</b>	Adampur	500	400	<b>100</b>
	<b>Bhiwani</b>	Bhiwani	1000	2500	<b>-1500</b>
		Siwani	500	400	<b>100</b>
	<b>Sirsa</b>	Sirsa	300	400	<b>-100</b>
		Dhabwali	150	150	<b>Unch</b>
		Ellanabad	50	50	<b>Unch</b>
	<b>Fatehabad</b>	Fatehabad	NA	NR	-
<b>Gujarat</b>	<b>Banaskantha</b>	Deesa	300	Closed	-
	<b>Patan</b>	Patan	4	40	<b>-36</b>
	<b>Rajkot</b>	Rajkot	Closed	200	-
	<b>Jamnagar</b>	Dhrol	NA	NA	-
<b>Madhya Pradesh</b>	<b>Gwalior</b>	Dabra	10	Closed	-
<b>Total Arrivals/Above Markets</b>			<b>6314</b>	<b>8496</b>	<b>-2182</b>

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