

Domestic Fundamentals:

- Mostly firm sentiments reported among major spot markets on Tuesday amid higher arrivals.
- All India weekly average prices increased by 5.06 percent to Rs. 3385.90 per quintal during the week ended 15th August 2017. Guar seed average price were ruling at Rs 3222.89 per quintal during 01-08 August 2017. As compared to prices in the week 09-15 August 2016, the prices are firm by 2.48 percent. Prices are expected to remain steady to firm in coming days.
- According to latest update, area sown in Gujarat until 21st August 2017 is 188600 hectares compared to 171500 hectares in the previous Kharif season. Area of guar is expected to be lower this season due to 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.
- India has received 572.4 mm of actual rainfall against 598.2 mm of normal rainfall since the beginning of monsoon season until 16th August. Northwest and East & Northeast India are the only regions to receive more than normal rainfall. In the week (10th – 16th August) India has received rainfall below LPA by 16% and the worst hit region was central India which received rainfall below LPA by 63%. Furthermore a low pressure is developing in the Bay of Bengal which is likely to bring in central India which has seen a weak monsoon in last week.
- The wholesale price index of guar seed has decreased from 78.5 in June 2017 to 76.8 in July 2017. The WPI for July 2017 is lower by 3.15 compared to last year for the same month and by 2.5 compared to July 2015.
- As per latest update by Rajasthan agriculture department, guar seed has been sown in 2826.5 thousand hectares until 15th 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 116.5 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.
- 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	-26	4086	4139	4015	4034	175720	26,280	94980	6,380
Nov-17	-24	4130	4173	4054	4075	7060	370	9660	990

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	-54	8525	8660	8386	8450	29300	3,110	44160	-310
Nov-17	-65	8670	8775	8511	8570	1530	-80	4730	420

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	20-Aug-17	20-Aug-17	20-Aug-17	20-Aug-17
Bikaner	1136	0	1136	1137
Deesa	11012	207	11219	11012
Sri Ganganagar	1287	0	1287	1286
Jodhpur	269	0	269	239
Nokha	-	-	-	-

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	20-Aug-17	20-Aug-17	20-Aug-17	20-Aug-17
Deesa	40	0	40	40
Bikaner	5223	120	5343	5223
Jodhpur	7787	114	7901	7788
Nokha	5606	0	5606	5606
Sri Ganganagar	429	0	429	429

Churi and Korma Prices: As On 22nd August, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1450
Korma	Jodhpur	1850
Churi	Sri Ganganagar	1200
Korma	Sri Ganganagar	1650

Guar Export Prices: As On 22nd August, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		80	1248
Guargum Powder	200 Mesh 5000 CPS	100	1560
	200 Mesh 3500 CPS	95	1482
Guargum Meal	Meal 40%	21	328
	Meal 50%	24	374

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
Guar Seed			22-Aug-17	21-Aug-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3925	3900	25
		Jodhpur(Delivery)	4121	4095	26
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3750	3750	Unch
		Sri-Ganganagar (Delivery)	3850	3850	Unch
		Rawla (Loose)	3850	3750	100
		Gharsana (Loose)	3750	NA	-
		Raisinghnagar (Loose)	Closed	Closed	-
	Bikaner	Bikaner (Loose)	3880	3750	130
		Bikaner (Delivery)	4074	3938	137
		Nokha(Loose)	3800	3700	100
		Nokha (Delivery)	3990	3885	105
		Khajuwala (Loose)	3920	3800	120
		Khajuwala (Delivery)	4116	3990	126
		Lunkaransar (Loose)	3900	3750	150
	Hanumangarh	Hanumangarh (Loose)	NA	3550	-
		Hanumangarh (Delivery)	NA	3728	-
		Nohar (Loose)	3800	3700	100
		Pilibanga (Loose)	NA	NA	-
	Nagaur	Nagaur (Loose)	3750	3800	-50

	Churu	Churu (Delivery)	4000	3900	100
	Alwar	Alwar (Loose)	3600	3500	100
Haryana	Hisar	Adampur (Loose)	3775	3700	75
		Adampur (Delivery)	3964	3885	79
	Bhiwani	Bhiwani (Delivery)	3950	3800	150
		Siwani (Loose)	3850	3750	100
	Sirsa	Sirsa (Loose)	3800	3650	150
		Dhabwali (Loose)	3750	3600	150
		Dhabwali (Delivery)	3938	3780	158
		Ellanabad (Loose)	3800	3650	150
	Fatehabad	Fatehabad (Loose)	4000	4000	Unch
Gujarat	Banaskantha	Deesa (Loose)	3525	3425	100
	Patan	Patan (Loose)	3730	3575	155
	Rajkot	Rajkot (Loose)	NA	NA	-
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	3200	3200	Unch
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8550	8300	250
	Alwar	Alwar	8500	8300	200
	Hanumangarh	Nohar	8500	8200	300
Haryana	Bhiwani	Bhiwani	8650	8450	200
	Sirsa	Sirsa	8500	8300	200
		Dhabwali	8500	8350	150
		Ellanabad	8500	8300	200
	Fatehabad	Fatehabad	8000	8000	Unch

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			22-Aug-17	21-Aug-17	
Rajasthan	Jodhpur	Jodhpur	386	140	246
	Sri-Ganganagar	Sri-Ganganagar	500	500	Unch
		Rawla	100	100	Unch
		Gharsana	30	NA	-
		Raisinghnagar	Closed	Closed	-
	Bikaner	Bikaner	100	100	Unch
		Nokha	400	400	Unch
		Khajuwala	400	300	100
		Lunkaransar	100	100	Unch
	Hanumangarh	Hanumangarh	NA	50	-

		Nohar	400	400	Unch
		Pilibanga	NA	NA	-
	Nagaur	Nagaur	200	100	100
	Churu	Churu	2000	1000	1000
	Alwar	Alwar	250	200	50
Haryana	Hisar	Adampur	400	400	Unch
	Bhiwani	Bhiwani	400	500	-100
		Siwani	800	1000	-200
	Sirsa	Sirsa	400	200	200
		Dhabwali	150	50	100
		Ellanabad	60	60	Unch
	Fatehabad	Fatehabad	40	40	Unch
Gujarat	Banaskantha	Deesa	350	400	-50
	Patan	Patan	112	46	66
	Rajkot	Rajkot	NA	NA	-
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	50	50	Unch
Total Arrivals/Above Markets			7628	6136	1492

Disclaimer

The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. Use of data and information contained in this report is at your own risk. This document is not, and should not be construed as, an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from the Company. IASL and its affiliates and/or their officers, directors and employees may have positions in any commodities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such commodities (or investment). Please see the detailed disclaimer at <http://www.agriwatch.com/Disclaimer.php> © 2017 Indian Agribusiness Systems Pvt Ltd.