

**Domestic Fundamentals:**

- *Mixed sentiments reported among major spot markets on Wednesday 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 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	45	4025	4095	4022	4076	152630	-23,090	93860	-1,120
Nov-17	51	4130	4137	4082	4120	5010	-2,050	10540	880

## Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	52	8450	8567	8450	8489	22535	-6,765	44730	570
Nov-17	33	8641	8680	8590	8605	795	-735	4970	240

## Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	21-Aug-17	21-Aug-17	21-Aug-17	20-Aug-17
Bikaner	1136	173	1309	1137
Deesa	11012	277	11289	11012
Sri Ganganagar	1287	0	1287	1286
Jodhpur	269	99	368	239
Nokha	-	-	-	-

## Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	21-Aug-17	21-Aug-17	21-Aug-17	20-Aug-17
Deesa	40	0	40	40
Bikaner	5263	120	5383	5223
Jodhpur	7788	129	7917	7788
Nokha	5651	110	5761	5606
Sri Ganganagar	429	0	429	429

Churi and Korma Prices: As On 23<sup>rd</sup> August, 2017

Commodity	Center	Rs/75kg
Churi	Jodhpur	1475
Korma	Jodhpur	1856
Churi	Sri Ganganagar	1294
Korma	Sri Ganganagar	1763

Guar Export Prices: As On 23<sup>rd</sup> 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			23-Aug-17	22-Aug-17	
Rajasthan	Jodhpur	Jodhpur (Loose)	3950	3925	25
		Jodhpur(Delivery)	4148	4121	26
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3800	3750	50
		Sri-Ganganagar (Delivery)	4000	3850	150
		Rawla (Loose)	3800	3850	-50
		Gharsana (Loose)	3750	3750	Unch
		Raisinghnagar (Loose)	#N/A	Closed	-
	Bikaner	Bikaner (Loose)	3840	3880	-40
		Bikaner (Delivery)	4032	4074	-42
		Nokha(Loose)	3760	3800	-40
		Nokha (Delivery)	3948	3990	-42
		Khajuwala (Loose)	3860	3920	-60
		Khajuwala (Delivery)	4053	4116	-63
		Lunkaransar (Loose)	3800	3900	-100
	Hanumangarh	Hanumangarh (Loose)	NA	NA	-
		Hanumangarh (Delivery)	NA	NA	-
		Nohar (Loose)	3800	3800	Unch
		Pilibanga (Loose)	3300	NA	-
	Nagaur	Nagaur (Loose)	3750	3750	Unch

	Churu	Churu (Delivery)	4000	4000	Unch
	Alwar	Alwar (Loose)	3600	3600	Unch
Haryana	Hisar	Adampur (Loose)	3800	3775	25
		Adampur (Delivery)	3990	3964	26
	Bhiwani	Bhiwani (Delivery)	3900	3950	-50
		Siwani (Loose)	3825	3850	-25
	Sirsa	Sirsa (Loose)	3795	3800	-5
		Dhabwali (Loose)	3700	3750	-50
		Dhabwali (Delivery)	3885	3938	-53
		Ellanabad (Loose)	3700	3800	-100
	Fatehabad	Fatehabad (Loose)	3777	4000	-223
Gujarat	Banaskantha	Deesa (Loose)	3625	3525	100
	Patan	Patan (Loose)	3695	3730	-35
	Rajkot	Rajkot (Loose)	NA	NA	-
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	3200	3200	Unch
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8400	8550	-150
	Alwar	Alwar	8500	8500	Unch
	Hanumangarh	Nohar	8400	8500	-100
Haryana	Bhiwani	Bhiwani	8600	8650	-50
	Sirsa	Sirsa	8500	8500	Unch
		Dhabwali	8400	8500	-100
		Ellanabad	8400	8500	-100
	Fatehabad	Fatehabad	7900	8000	-100
		Fatehabad	7900	8000	-100

## Guar Seed Arrivals in Key Centers

Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			23-Aug-17	22-Aug-17	
Rajasthan	Jodhpur	Jodhpur	386	386	Unch
	Sri-Ganganagar	Sri-Ganganagar	600	500	100
		Rawla	100	100	Unch
		Gharsana	80	30	50
		Raisinghnagar	500	Closed	-
	Bikaner	Bikaner	250	100	150
		Nokha	600	400	200
		Khajuwala	400	400	Unch
		Lunkaransar	100	100	Unch
	Hanumangarh	Hanumangarh	NA	NA	-

		Nohar	400	400	Unch
		Pilibanga	25	NA	-
	Nagaur	Nagaur	200	200	Unch
	Churu	Churu	1000	2000	-1000
	Alwar	Alwar	200	250	-50
Haryana	Hisar	Adampur	600	400	200
	Bhiwani	Bhiwani	700	400	300
		Siwani	1000	800	200
	Sirsa	Sirsa	400	400	Unch
		Dhabwali	200	150	50
		Ellanabad	100	60	40
	Fatehabad	Fatehabad	29	40	-11
Gujarat	Banaskantha	Deesa	280	350	-70
	Patan	Patan	153	112	41
	Rajkot	Rajkot	NA	NA	-
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	50	50	Unch
Total Arrivals/Above Markets			8353	7628	725

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