

Domestic Fundamentals:

- Mostly firm sentiments reported among major spot markets on Thursday amid lower arrivals.
- Guar seed prices are expected to rise further in the near future due to lower sowing, less rainfall received by standing crops and easterly winds that have hindered the guar plants growth. Furthermore carryover stock has also reduced due to increased exports. Future prices are expected to reach Rs 4400 per quintal in coming days.
- 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.

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	162	4097	4234	4080	4234	221170	68,540	98020	4,160
Nov-17	164	4131	4282	4131	4282	11010	6,000	12190	1,650

Guar Gum 5MT

Contract	+/- \$	Open	High	Low	Close	Volume	Change	OI	Change
Oct-17	339	8555	8835	8511	8835	36985	14,450	44785	55
Nov-17	341	8700	8961	8650	8958	2470	1,675	5795	825

Guar Seed Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	23-Aug-17	23-Aug-17	23-Aug-17	21-Aug-17
Bikaner	1289	131	1420	1137
Deesa	11180	377	11557	11012
Sri Ganganagar	1287	0	1287	1286
Jodhpur	269	99	368	239
Nokha	-	-	-	-

Guar Gum Stock Position & Fed:

Stocks	Demat	In-Process	Total	FED
	23-Aug-17	23-Aug-17	23-Aug-17	21-Aug-17
Deesa	40	0	40	40
Bikaner	5363	20	5383	5223
Jodhpur	7858	90	7948	7788
Nokha	5716	40	5756	5606
Sri Ganganagar	369	0	369	429

Churi and Korma Prices: As On 24th 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 24th August, 2017

	Variety	Value (Rs/Kg)	Value (\$/MT)
Guargum/Split (Mundra Port)		80	1249
Guargum Powder	200 Mesh 5000 CPS	100	1561
	200 Mesh 3500 CPS	95	1483
Guargum Meal	Meal 40%	21	328
	Meal 50%	24	375

Guar Seed Prices at Key Spot Markets:

Commodity	District	Centre	Prices (Rs/Qtl)		Change
			24-Aug-17	23-Aug-17	
Guar Seed	Jodhpur	Jodhpur (Loose)	4000	3950	50
		Jodhpur(Delivery)	4200	4148	53
	Sri-Ganganagar	Sri-Ganganagar(Loose)	3825	3800	25
		Sri-Ganganagar (Delivery)	3950	4000	-50
		Rawla (Loose)	3850	3800	50
		Gharsana (Loose)	3760	3750	10
		Raisinghnagar (Loose)	#N/A	3800	-
	Bikaner	Bikaner (Loose)	3900	3840	60
		Bikaner (Delivery)	4095	4032	63
		Nokha(Loose)	3825	3760	65
		Nokha (Delivery)	4016	3948	68
		Khajuwala (Loose)	3940	3860	80
		Khajuwala (Delivery)	4137	4053	84
		Lunkaransar (Loose)	3850	3800	50
	Hanumangarh	Hanumangarh (Loose)	3850	NA	-
		Hanumangarh (Delivery)	4043	NA	-
		Nohar (Loose)	3900	3800	100
		Pilibanga (Loose)	3600	3300	300
	Nagaur	Nagaur (Loose)	3750	3750	Unch
	Churu	Churu (Delivery)	4000	4000	Unch

	Alwar	Alwar (Loose)	3600	3600	Unch
Haryana	Hisar	Adampur (Loose)	3800	3800	Unch
		Adampur (Delivery)	3990	3990	Unch
	Bhiwani	Bhiwani (Delivery)	3900	3900	Unch
		Siwani (Loose)	3925	3825	100
	Sirsa	Sirsa (Loose)	3800	3795	5
		Dhabwali (Loose)	3700	3700	Unch
		Dhabwali (Delivery)	3885	3885	Unch
		Ellanabad (Loose)	3850	3700	150
	Fatehabad	Fatehabad (Loose)	NR	3777	-
Gujarat	Banaskantha	Deesa (Loose)	3775	3625	150
	Patan	Patan (Loose)	3675	3695	-20
	Rajkot	Rajkot (Loose)	NA	NA	-
	Jamnagar	Dhrol (Loose)	NA	NA	-
Madhya Pradesh	Gwalior	Dabra (Loose)	3200	3200	Unch
Guar Gum					
Rajasthan	Jodhpur	Jodhpur	8500	8400	100
	Alwar	Alwar	8500	8500	Unch
	Hanumangarh	Nohar	8600	8400	200
Haryana	Bhiwani	Bhiwani	8600	8600	Unch
	Sirsa	Sirsa	8500	8500	Unch
		Dhabwali	8600	8400	200
		Ellanabad	8600	8400	200
	Fatehabad	Fatehabad	NR	7900	-

Guar Seed Arrivals in Key Centers					
Commodity	District	Centre	Arrivals (Quintals)		Change
Guar Seed			24-Aug-17	23-Aug-17	
Rajasthan	Jodhpur	Jodhpur	325	386	-61
	Sri-Ganganagar	Sri-Ganganagar	500	600	-100
		Rawla	100	100	Unch
		Gharsana	70	80	-10
		Raisinghnagar	700	500	200
	Bikaner	Bikaner	50	250	-200
		Nokha	500	600	-100
		Khajuwala	400	400	Unch
		Lunkaransar	100	100	Unch
	Hanumangarh	Hanumangarh	4	NA	-
		Nohar	300	400	-100

		Pilibanga	87	25	62
	Nagaur	Nagaur	250	200	50
	Churu	Churu	1000	1000	Unch
	Alwar	Alwar	200	200	Unch
Haryana	Hisar	Adampur	500	600	-100
	Bhiwani	Bhiwani	700	700	Unch
		Siwani	1200	1000	200
	Sirsa	Sirsa	NA	400	-
		Dhabwali	NA	200	-
		Ellanabad	NA	100	-
	Fatehabad	Fatehabad	NR	29	-
Gujarat	Banaskantha	Deesa	210	280	-70
	Patan	Patan	165	153	12
	Rajkot	Rajkot	NA	NA	-
	Jamnagar	Dhrol	NA	NA	-
Madhya Pradesh	Gwalior	Dabra	50	50	Unch
Total Arrivals/Above Markets			7411	8353	-942

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